### **HOUSE FILE 742**

#### **FUNDING SUMMARY**

## REBUILD IOWA INFRASTRUCTURE FUND APPROPRIATIONS

DEPARTMENT OF CORRECTIONS

DEPARTMENT OF CULTURAL AFFAIRS

DEPARTMENT OF EDUCATION

DEPARTMENT OF GENERAL SERVICES

DEPARTMENT OF PUBLIC DEFENSE

**BOARD OF REGENTS** 

• Appropriates a total of \$147.3 million from the Rebuild Iowa Infrastructure Fund (RIIF), the Environment First Fund, and the Tobacco Settlement Trust Fund in FY 2002. This includes \$4.7 million from the RIIF, \$35.0 million from the Environment First Fund, and \$107.6 million from the bond proceeds of the Tobacco Settlement Trust Fund. The Tobacco Settlement Trust Fund appropriations are contingent upon the securitization of the tobacco settlement payments. If securitization does not take place, \$85.0 million of the \$107.6 million of the Tobacco Settlement Trust Fund appropriations will be appropriated from the RIIF.

#### All appropriations are for FY 2002 unless otherwise noted.

- Appropriates \$2.0 million in FY 2003 for the addition of a 200-bed special needs unit at the Iowa State Penitentiary at Fort Madison. (Page 1, Line 9)
- Appropriates \$1.0 million for the Historical Site Preservation Grant Program. (Page 2, Line 3)
- Appropriates \$150,000 for the preservation of the Iowa Battle Flags. (Page 2, Line 16)
- Appropriates \$500,000 for the Enrich Iowa's Libraries Program. (Page 2, Line 22)
- Appropriates \$1.0 million for moving and relocation expenses of State employees on the Capitol Complex. (Page 3, Line 1)
- Appropriates \$2.0 million for routine maintenance of State facilities. (Page 3, Line 5)
- Appropriates \$650,000 in FY 2003 for construction of a pedestrian bridge across Court Avenue. (Page 3, Line 17)
- Appropriates \$2.7 million in FY 2003 for continued funding of the interior restoration of the State Capitol Building. (Page 3, Line 22)
- Appropriates \$400,000 in FY 2003 and \$461,000 in FY 2004 for the construction of a new Readiness Center in Estherville for National Guard training. (Page 4, Line 5)
- Appropriates \$6.7 million in FY 2003 for the construction of a new College of Business Building at Iowa State University. (Page 4, Line 21)
- Appropriates \$7.9 million in FY 2003 and \$3.7 million in FY 2004 for construction of a new art building at the University of Iowa. (Page 4, Line 26)
- Appropriates \$4.3 million in FY 2003 and \$4.4 million in FY 2004 for upgrades to the steam distribution system at the University of Northern Iowa. (Page 4, Line 31)

### ENVIRONMENT FIRST FUND APPROPRIATIONS

DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP

### DEPARTMENT OF ECONOMIC DEVELOPMENT

DEPARTMENT OF NATURAL RESOURCES

- Appropriates \$1.5 million for continued funding of the Conservation Reserve Enhancement Program (CREP). (Page 5, Line 29)
- Appropriates \$2.7 million for the Watershed Protection Program. (Page 5, Line 35)
- Appropriates \$850,000 for the Farm Demonstration Program. (Page 6, Line 4)
- Appropriates \$1.0 million for the Alternative Drainage System Assistance Program. Allocates \$300,000 to a Drainage District in Pocahontas County. (Page 6, Line 10 and Page 6, Line 15)
- Appropriates \$7.5 million for the Soil Conservation Cost Share Program. (Page 6, Line 21)
- Appropriates \$1.5 million for the Conservation Reserve Program (CRP). (Page 7, Line 10)
- Appropriates a total of \$750,000 for deposit in the Loess Hills Development and Conservation Fund. Of
  this amount, \$500,000 is allocated to the Hungry Canyons Account and \$250,000 to the Loess Hills
  Alliance Account. (Page 7, Line 15 and Page 7, Line 18)
- Appropriates \$250,000 for deposit in the Southern Iowa Conservation and Development Fund. (Page 7, Line 22)
- Appropriates \$2.0 million for the Brownfield Redevelopment Program. (Page 7, Line 26)
- Appropriates \$195,000 to provide geographic information system data for use in developing, monitoring, and displaying results of watershed work. (Page 8, Line 6)
- Appropriates \$70,000 to support local volunteer management efforts in water quality programs. (Page 8, Line 10)
- Appropriates \$2.5 million for the establishment of water quality monitoring stations. (Page 8, Line 13)
- Appropriates \$180,000 to assist Department of Natural Resources staff with the review of national pollution discharger elimination system permits. (Page 8, Line 16)

### **HOUSE FILE 742**

## DEPARTMENT OF NATURAL RESOURCES (CONTINUED)

DEPARTMENT OF TRANSPORTATION

**DEAPPROPRIATIONS** 

- Appropriates \$180,000 to provide information to local officials concerning floodplain management. (Page 8, Line 20)
- Appropriates \$500,000 for the Waste Tire Abatement Program. (Page 8, Line 23)
- Appropriates \$125,000 to complete natural resources inventories and protection plans to identify and safeguard unique landforms and ecosystems. (Page 8, Line 25)
- Appropriates \$250,000 for the community-based Tree Planting Grant Program. (Page 8, Line 29)
- Appropriates \$500,000 for the dredging of lakes in accordance with the Department's classification of Iowa Lakes Restoration Report. (Page 8, Line 33)
- Appropriates \$2.3 million for projects that meet the criteria for funding from the Marine Fuel Tax receipts. (Page 9, Line 2)
- Appropriates \$10.0 million for the Resources Enhancement and Protection (REAP) Program. (Page 10, Line 11)
- Appropriates \$90,000 for funding the development of a borrow pit recreation area in Grundy County. (Page 9, Line 23) *This item was vetoed by the Governor*.
- Deappropriates \$5.2 million from FY 2000 and FY 2001 Rebuild Iowa Infrastructure Fund appropriations that were appropriated for the construction of a 170-bed facility at the Iowa Medical and Classification Center in Oakdale. (Page 1, Line 23)
- Deappropriates \$215,000 from the FY 1998 Rebuild Iowa Infrastructure Fund appropriation for renovation of the tunnel connecting the Lucas Building with the Capitol Building. (Page 3, Line 25)
- Deappropriates an FY 2002 RIIF appropriation of \$10.3 million appropriated to the Judicial Branch for construction of the new Judicial Building. Section 25.9 of this Act appropriates this funding from the Tobacco Settlement Trust Fund. (Page 11, Line 7)
- Deappropriates a total of \$15.6 million from FY 2002 RIIF appropriations to the Board of Regents. The appropriations include: \$2.5 million for Gilman Hall at Iowa State University, \$7.3 million for the University of Iowa Biology Facility, and \$5.8 million for McCollum Hall at the University of Northern Iowa. Section 25.9 of this Act appropriates this funding from the Tobacco Settlement Trust Fund. (Page 11, Line 9 through Page 11, Line 31)

### **HOUSE FILE 742**

## TOBACCO SETTLEMENT TRUST FUND APPROPRIATIONS

DEPARTMENT OF CORRECTIONS

## DEPARTMENT OF ECONOMIC DEVELOPMENT

DEPARTMENT OF GENERAL SERVICES

IOWA STATE FAIR FOUNDATION

JUDICIAL BRANCH

• Deappropriates a FY 2002 RIIF appropriation of \$12.5 million from the Community Attraction and Tourism Program. Section 25.11(b) of this Act appropriates \$12.5 million from the Tobacco Settlement Trust Fund for the Community Attraction and Tourism Program. (Page 11, Line 32 and Page 18, Line 5)

- Appropriates \$6.4 million for the addition of a 200-bed special needs unit at the Iowa State Penitentiary at Fort Madison. (Page 12, Line 12)
- Appropriates a total of \$798,000 for three infrastructure improvement projects at the Iowa Medical and Classification Center in Oakdale, the City of Mitchellville, and the Iowa State Penitentiary at Fort Madison. (Page 12, Line 17 through Page 12, Line 27)
- Appropriates \$2.5 million for the Accelerated Career Enhancement (ACE) Program. (Page 12, Line 29)
- Appropriates \$11.5 million for major renovation and major repair needs of State-owned buildings under the purview of the Department. (Page 13, Line 6)
- Appropriates \$200,000 for the purchase and improvements to properties located near the Capitol Complex. (Page 13, Line 20)
- Appropriates \$400,000 for construction of a pedestrian bridge across Court Avenue. (Page 13, Line 25) *This item was vetoed by the Governor.*
- Appropriates \$1.7 million for continued funding of the interior restoration of the State Capitol Building. (Page 13, Line 29)
- Appropriates \$500,000 for an option to purchase the Metropolitan Medical Center facility and property. (Page 13, Line 31)
- Appropriates \$250,000 for costs of an appraisal, environmental assessment, and feasibility study of the Metropolitan Medical Center property. (Page 14, Line 18)
- Appropriates \$500,000 for improvement projects at the Iowa State Fairgrounds. (Page 14, Line 23)
- Appropriates \$10.3 million for the construction of the Judicial Building. (Page 14, Line 30)

### **HOUSE FILE 742**

DEPARTMENT	OF	NATURAL
RESOURCES		

DEPARTMENT OF PUBLIC DEFENSE

DEPARTMENT OF PUBLIC SAFETY

**BOARD OF REGENTS** 

DEPARTMENT OF TRANSPORTATION

- Appropriates \$2.5 million for the Restore the Outdoors Program. (Page 15, Line 13)
- Appropriates \$1.0 million for costs associated with developing a Destination State Park. (Page 15, Line 15)
- Appropriates \$700,000 for maintenance of National Guard armories and facilities. (Page 15, Line 20)
- Appropriates \$400,000 for the construction of a new Readiness Center in Estherville for National Guard training. (Page 15, Line 23)
- Appropriates \$250,000 for construction of a new Iowa State Patrol post in Mason City. (Page 15, Line 26) *This item was vetoed by the Governor.*
- Appropriates \$4.2 million for the construction of a new College of Business Building at Iowa State University. (Page 15, Line 32)
- Appropriates \$4.5 million for construction of a new art building at the University of Iowa. (Page 15, Line 35)
- Appropriates \$4.0 million for upgrades to the steam distribution system at the University of Northern Iowa. (Page 16, Line 3)
- Appropriates a total of \$835,000 for infrastructure improvements at the Regent's Special Schools. (Page 16, line 6 through Page 16, Line 14)
- Appropriates \$2.5 million for improvements to Gilman Hall at Iowa State University. (Page 16, Line 15)
- Appropriates \$7.3 million for renovation of the Biological Sciences Facility at the University of Iowa. (Page 16, Line 21)
- Appropriates \$5.8 million for construction of an addition to McCollum Hall at the University of Northern Iowa. (Page 16, Line 24)
- Appropriates \$1.0 million for the Commercial Service Air Program. (Page 16, Line 35)
- · Appropriates \$500,000 for the Aviation Hangar Grant Program. (Page 17, Line 18)
- Appropriates \$1.0 million for the Recreational Trails Program. The Act also allocates \$50,000 for planning and development of the Iowa portion of the Mississippi River Trail. (Page 17, Line 22 through Page 17, Line 34)

### **HOUSE FILE 742**

TREASURER OF STATE

IOWA TELECOMMUNICATIONS AND TECHNOLOGY COMMISSION

DEPARTMENT OF EDUCATION

DEPARTMENT OF GENERAL SERVICES

CONTINGENT APPROPRIATIONS

INTENT LANGUAGE

- Appropriates \$1.1 million for distribution to county fair societies that belong to the Association of Iowa Fairs. (Page 18, Line 1)
- Appropriates \$12.5 million for the Community Attraction and Tourism Program. (Page 18, Line 5)
- Appropriates \$3.5 million for conversion of the Iowa Communications Network to asynchronous transfer mode technology (ATM). (Page 19, Line 16)
- Appropriates \$2.4 million for conversion of Iowa Public Television broadcasts to high-definition television. (Page 19, Line 23)
- Appropriates a total of \$50.0 million for the design and construction of a multipurpose State laboratory facility. This includes \$16.7 million per year for the next three fiscal years. (Page 20, Line 4)
- Appropriates bond proceeds of the Tobacco Settlement Trust Fund in Section 25 of this Act contingent upon securitization of the tobacco litigation payments. If the tobacco payments are not securitized these appropriations will be made from the RIIF. These appropriations total \$85.0 million. (Page 18, Line 12)
- Appropriates bond proceeds of the Tobacco Settlement Trust Fund in Section 27 and 28 of this Act
  contingent upon securitization of the tobacco litigation payments. If the tobacco payments are not
  securitized these appropriations will not be funded from another source. These appropriations total \$22.6
  million. (Page 20, Line 18)
- Requires the Department of General Services to submit a report on a quarterly basis to the Legislative Fiscal Bureau addressing the expenditure of the appropriation for routine maintenance. (Page 3, Line 9)
- Requires that if Marine Fuel Tax receipts deposited into the RIIF for FY 2002 are less than the \$2.3 million appropriated from the Environment First Fund, the difference will be appropriated from the General Fund to the RIIF. (Page 9, Line 8)
- Requires that the Tobacco Settlement Trust Fund appropriations be expended in a manner that does not jeopardize the tax-exempt status of bonds issued by the Tobacco Settlement Authority. (Page 18, Line 8; Page 19, Line 29; and Page 20, Line 14)

### **HOUSE FILE 742**

## EXECUTIVE SUMMARY INFRASTRUCTURE APPROPRIATIONS ACT

## SIGNIFICANT CHANGES TO THE CODE OF IOWA

- Requires departments, with the exception of the Department of Transportation, to identify the negative effects of deferred maintenance within their five-year capital budget requests, and to identify the estimated annual costs for routine and preventive maintenance based on one percent of the replacement cost of the departments' facilities. (Page 21, Line 26)
- Increases the allocation from the Vision Iowa Program to the Department of Economic Development from \$100,000 to \$200,000 for administrative costs. (Page 22, Line 32)
- Repeals language that specifies the State will not alter the rights and powers vested in the Vision Iowa Board or the Treasurer of State to fulfill the terms of Vision Iowa and School Infrastructure Programs bond agreements, until the bonds and interest are paid in full. (Page 23, Line 7 and Page 23, Line 9)
- Provides clarifying language to the Community Attraction and Tourism Program and the Vision Iowa Program in order to facilitate contracting for projects. (Page 23, Line 11 through Page 24, Line 34)
- Requires that if the wagering tax allocation revenues are not sufficient to fully fund the Vision Iowa and School Infrastructure Programs that the difference be paid from lottery revenues prior to deposit into the General Fund. Also specifies that if the lottery revenues are not sufficient to fully fund the two Programs, the remaining difference will be paid from subsequent year lottery revenues as they become available. (Page 26, Line 32)
- Requires the Treasurer of State to prepare a quarterly estimate of gaming revenues and lottery revenues. Requires the Departments of Management and Revenue and Finance to take the actions necessary to insure the gaming and lottery revenues for the remainder of the fiscal year are sufficient to cover anticipated deficiencies of the Vision Iowa and School Infrastructure Programs. (Page 26, Line 32)
- Requires the Loess Hills Development and Conservation Authority and the Southern Iowa Development
  and Conservation Authority to submit an annual report with information concerning its budget,
  operations, and accomplishments. (Page 27, Line 19 and Page 28, Line 6)
- Requires the bond proceeds deposited into the Tobacco Settlement Trust Fund to remain in the Fund until
  costs are incurred against the appropriations made from the Fund. Also allows for costs incurred on
  Tobacco Settlement Trust Fund projects to be paid from the RIIF if costs are incurred before bond
  proceeds are received. Requires the RIIF to be reimbursed from the bond proceeds once they are
  deposited into the Tobacco Settlement Trust Fund. (Page 29, Line 3)

#### **GOVERNOR'S VETOES**

**EFFECTIVE DATES** 

- The Governor vetoed a \$90,000 Environment First Fund appropriation to the Department of Transportation for a borrow pit recreation project in Grundy County. The Governor stated that this appropriation was not recommended by the Infrastructure Advisory Committee and that there are other funding programs for recreation projects within the Environment First Fund. The Governor further stated that these funds should be dedicated to higher priority State projects. (Page 9, Line 23)
- The Governor vetoed a Tobacco Settlement Trust Fund appropriation of \$400,000 for construction of a pedestrian bridge across Court Avenue. The Governor stated that projects of higher priority were not appropriated at the recommended level and that these funds can be more appropriately used on these priorities in the next budget year. (Page 13, Line 25)
- The Governor vetoed a Tobacco Settlement Trust Fund appropriation of \$250,000 for construction of a new Iowa State Patrol post in Mason City. The Governor stated that while this project was included in the Five-Year Plan for Capital Projects, other higher priorities should be considered for funding. (Page 15, Line 26)
- The Governor vetoed language establishing bidding and contract award procedures for public organizations applying for funding through the Vision Iowa Program. The Governor stated that the requirements, because they are effective immediately, would jeopardize projects that have already received financial commitments and that it would be unwise to delay projects by imposing last minute requirements upon them. (Page 24, Line 35)
- Specifies that the following sections of this Act are effective upon enactment:
  - Section 3, which deappropriates \$5.2 million from the Department of Corrections Iowa Medical and Classification Center appropriation. (Page 5, Line 15)
  - Section 8, which deappropriates \$215,000 from the FY 1998 Lucas tunnel renovation appropriation. (Page 5, Line 15)
  - Section 9, which extends the date by which the Legislative Council may expend funds from the \$1.6 million legislative space appropriation. (Page 5, Line 15)
  - Section 18, which pertains to the nonreversion of FY 2001 Environment First Fund appropriations. (Page 11, Line 2)
  - Sections 22 through 24, which deappropriate FY 2002 RIIF appropriations that were appropriated to the Judicial Branch, the Regent's universities, and the Community Attraction and Tourism Program. (Page 21, Line 20)

### **HOUSE FILE 742**

**EFFECTIVE DATES (CONTINUED)** 

- Section 33, which requires lottery revenues cover any shortages in wagering tax allocation revenues for the Vision Iowa and School Infrastructure Programs. (Page 29, Line 31)
- Sections 35 through 41, which make technical corrections and clarifications to the Community Attraction and Tourism Program and the Vision Iowa Program. (Page 29, Line 31)
- Section 42, which established bidding and notification requirements pertaining to public organizations. (Page 29, Line 31)
- Section 43, which makes a technical correction to the Vision Iowa Program. (Page 29, Line 31)
- Section 44, which requires lottery revenues to cover any shortages in wagering tax allocation revenues for the Vision Iowa and School Infrastructure Programs. (Page 29, Line 31)
- The Act was approved by the General Assembly on May 8, 2001, and item vetoed and signed by the Governor on May 29, 2001.

**ENACTMENT DATE** 

House File 742

House File 742 provides for the following changes to the <u>Code of Iowa</u>.

Page #	Line #	Bill Section	Action	Code Section	Description
1	13	Sec. 2	Amends	Section 2, unnumbered paragraph 2, Chapter 1225, 2000 Iowa Acts	Payment of Rent for Community-Based Correction Projects
1	23	Sec. 3	Amends	Section 1.1, Chapter 204, 1999 Iowa Acts	Deappropriation of Funds for the Oakdale Correctional Facility
2	16	Sec. 4.2	Nwthstnds	Section 8.57(5)(c)	Definition of Vertical Infrastructure - Iowa Battle Flags Appropriation
2	22	Sec. 5	Nwthstnds	Section 8.57(5)(c)	Definition of Vertical Infrastructure - Enrich Iowa's Libraries Appropriation
3	1	Sec. 6.1	Nwthstnds	Section 8.57(5)(c)	Definition of Vertical Infrastructure - Employee Relocation Appropriation
3	5	Sec. 6.2	Nwthstnds	Section 8.57(5)(c)	Definition of Vertical Infrastructure - Routine Maintenance Appropriation
3	25	Sec. 8	Amends	Section 13.2(d)(2), Chapter 1218, 1996 lowa Acts	Deappropriation of Funds for the Renovation of the Lucas Tunnel
3	33	Sec. 9	Adds	Section 14, Chapter 204, 1999 Iowa Acts	Nonreversion of Funds Appropriated for Legislative Space
5	8	Sec. 12	Nwthstnds	Section 8.33	Nonreversion of Funds Appropriated for Infrastructure Projects
10	1	Sec. 18	Adds	Section 28A, Chapter 1225, 2000 Iowa Acts	Nonreversion of FY 2001 Environment First Fund Appropriations
10	12	Sec. 19	Nwthstnds	Section 455A.18(3)	Resources Enhancement and Protection Fund
10	22	Sec. 20.1	Nwthstnds	Section 8.33	Nonreversion of Funds Appropriated from the Environment First Fund
10	29	Sec. 20.2	Nwthstnds	Section 8.33	Nonreversion of Funds Appropriated for the Soil Conservation Cost Share Program
11	7	Sec. 22	Repeals	Section 10, Chapter 1225, 2000 Iowa Acts	Deappropriation of FY 2002 Judical Building Appropriation

Page #	Line #	Bill Section	Action	Code Section	Description
11	9	Sec. 23	Amends	Section 15.1 and 15.3, Chapter 1225, 2000 lowa Acts	Deappropriation of Funds Appropriated for Construction Projects at Regents' Universities.
11	32	Sec. 24	Amends	Section 18, unnumbered paragraph 2, Chapter 1225, 2000 Iowa Acts	Deappropriation of Funds Appropriated for the Community Attraction and Tourism Program
13	11	Sec. 25.3(a)(1)	Nwthstnds	Section 8.57(5)(c)	Definition of Vertical Infrastructure - Project Management Services Allocation
13	16	Sec. 25.3(a)(2)	Nwthstnds	Section 8.57(5)(c)	Definition of Vertical Infrastructure - Vertical Infrastructure Program Allocation
13	31	Sec. 25.3(e)	Nwthstnds	Section 8.57(5)(c)	Definition of Vertical Infrastructure - Metropolitan Medical Center Property
14	32	Sec. 25.5	Nwthstnds	Section 8.33	Nonreversion of Funds Appropriated for the Judicial Building
15	15	Sec. 25.6(b)	Nwthstnds	Section 8.57(5)(c)	Definition of Vertical Infrastructure - Destination State Park Appropriation
19	16	Sec. 27.1	Nwthstnds	Section 8.57(5)(c) and Section 12E.12(1)(b)(1)	Definition of Vertical Infrastructure - ICN ATM Appropriation
19	23	Sec. 27.2	Nwthstnds	Section 8.57(5)(c) and Section 12E.12(1)(b)(1)	Definition of Vertical Infrastructure - IPTV High Definition Conversion Appropriation
21	13	Sec. 30	Nwthstnds	Section 8.33	Nonreversion of Funds Appropriated from the Tobacco Settlement Trust Fund
21	26	Sec. 32	Amends	Section 7E.5A	Identification of Infrastructure Maintenance Needs
22	21	Sec. 33	Adds	Section 8.57(5)(e), new unnumbered paragraph	Contingent Use of Lottery Revenues to Cover Shortages in the State Wagering Tax Allocation
22	32	Sec. 34	Amends	Section 12.73	Vision Iowa Administrative Cost - Allocation Increase
23	7	Sec. 35	Repeals	Section 12.74(2)	State Pledge Regarding Vision Iowa Program Bond Agreements
23	9	Sec. 36	Repeals	Section 12.84(2)	State Pledge Regarding School Infrastructure Program Bond Agreements
23	11	Sec. 37	Amends	Section 15F.202(2), unnumbered paragraph 1	Technical Change to the Community Attraction and Tourism Program

Page #	Line #	Bill Section	Action	Code Section	Description
23	21	Sec. 38	Amends	Section 15F.202(3)	Technical Change to the Community Attraction and Tourism Program
23	33	Sec. 39	Amends	Section 15F.204(3)	Technical Change to the Community Attraction and Tourism Program
24	9	Sec. 40	Amends	Section 15F.302(2), unnumbered paragraph 1	Technical Change to the Vision Iowa Program
24	23	Sec. 41	Amends	Section 15F.302(3)	Technical Change to the Vision Iowa Program
24	35	Sec. 42	Adds	Section 15F.303A	Public Organizations - Competitive Bidding of Projects
26	25	Sec. 43	Amends	Section 15F.304(4)	Technical Clarification to the Vision Iowa Program
26	32	Sec. 44	Adds	Section 99E.10(3)	Contingent Use of Lottery Revenues to Cover Shortages in the State Wagering Tax Allocation
27	19	Sec. 45	Adds	Section 161D.8	Loess Hills Development and Conservation Authority Annual Report
28	6	Sec. 46	Adds	Section 161D.13	Southern Iowa Development and Conservation Authority Annual Report
28	29	Sec. 47	Amends	Section 30, HF 755, 2001 lowa Acts	Technical Correction of Ground Water Fund Transfer
29	3	Sec. 48	Nwthstnds	All	Disbursement of Tax-Exempt Bond Proceeds

PG LN House File 742 Explanation **DIVISION I** 1 1 1 2 REBUILD IOWA INFRASTRUCTURE FUND 1 3 DEPARTMENT OF CORRECTIONS

1 5 infrastructure fund to the department of corrections for the 1 6 fiscal year beginning July 1, 2002, and ending June 30, 2003,

Section 1. There is appropriated from the rebuild lowa

1 7 the following amount, or so much thereof as is necessary, to

1 8 be used for the purpose designated:

4

To supplement funds appropriated in 1998 Iowa Acts, chapter 1 10 1219, section 2, subsection 3, for construction of a 200-bed

1 11 facility at the lowa state penitentiary at Fort Madison:

1 12 ...... \$ 2,000,000

Rebuild Iowa Infrastructure Fund (RIIF) appropriation for FY 2003 to the Department of Corrections for costs associated with the addition of the 200-bed special needs unit at the Iowa State Penitentiary at Fort Madison.

DETAIL: The new facility is designed to meet the operational and treatment objectives of a high security population. The total cost of the project is estimated to be \$25,000,000. To date, the General Assembly has appropriated a total of \$9,500,000 from the Rebuild Iowa Infrastructure Fund for the project. The Department also estimates receiving \$7,100,000 in federal funds for construction. Section 25.1(a) of this Act appropriates an additional \$6,400,000 from the Tobacco Settlement Trust Fund for FY 2002 to complete the funding for the project. Current plans are to have the facility fully operational in FY 2003.

CODE: Allows the Department to use funds that were appropriated for Community Based Corrections facilities in Davenport and Council Bluffs for payment of rent.

- Sec. 2. 2000 Iowa Acts, chapter 1225, section 2,
- 1 14 unnumbered paragraph 2, is amended to read as follows:
- The first \$300,000 of the amount appropriated in this
- 1 16 subsection shall be allocated for community-based corrections
- 1 17 projects in Council Bluffs. The next \$600,000 of the amount
- 1 18 appropriated in this subsection shall be allocated for
- 1 19 community-based corrections projects in the judicial district
- 1 20 in which the city of Davenport is located. These moneys may
- 1 21 be used by the department to enter into lease-purchasing
- 1 22 agreements or the payment of rent for such projects.

Sec. 3. 1999 Iowa Acts, chapter 204, section 1, subsection 1 24 1, is amended to read as follows: 1. For purchase and planning, design, and construction of 1 26 a 170-bed facility at the Iowa medical and classification 1 27 center at Oakdale: 1 28 FY 1999–2000 ...... \$ 3.750.000 1 29 ...... \$ 1,050,000 1 30 FY 2000–2001 ...... \$ <del>2,500,000</del> 1 31 .....\$ 1 32 DEPARTMENT OF CULTURAL AFFAIRS 1 33 Sec. 4. There is appropriated from the rebuild lowa 1 34 infrastructure fund to the department of cultural affairs for 1 35 the fiscal year beginning July 1, 2001, and ending June 30, 2 1 2002, the following amounts, or so much thereof as is 2 2 necessary, to be used for the purposes designated: 2 3 1. For historical site preservation grants, to be used for

CODE: Deappropriates a total of \$5,200,000 from the FY 2000 and FY 2001 appropriations for the construction of a 170-bed facility at the lowa Medical and Classification Center in Oakdale.

DETAIL: The project is being delayed until the construction of the Fort Madison Special Needs Unit is completed. Section 13 of this Act makes this Section effective upon enactment.

Rebuild Iowa Infrastructure Fund appropriation to the Department of Cultural Affairs for the Historical Site Preservation Grant Program.

DETAIL: This is a decrease of \$1,500,000 compared to the FY 2001 estimated net appropriation. The funds are used to provide financial assistance for the purpose of acquisition, repair, rehabilitation, and development of historic sites. The funds are awarded on a competitive grant basis and, by rule, applicants are required to provide at least 50.00% of the project cost.

Requires that grants awarded through the Historical Site Preservation Grant Program meet the definition of vertical infrastructure.

Requires that the Department consider local funding contributions for projects seeking assistance through the Historical Site Preservation Grant Program. Requires that grants not exceed \$100,000 per project and that not more than two grants be awarded in each county.

2 7 Historical site preservation grants shall only be awarded

2 4 the restoration, preservation, and development of historical

2 8 for projects which meet the definition of "vertical

2 6 ......\$ 1,000,000

2 5 sites:

- 2 9 infrastructure" in section 8.57, subsection 5, paragraph "c".
- 2 10 In making grants pursuant to this subsection, the
- 2 11 department shall consider the existence and amount of other
- 2 12 funds available to an applicant for the designated project.
- 2 13 Each grant awarded from moneys appropriated in this subsection
- 2 14 shall not exceed \$100,000 per project. Not more than two

House File 742 PG LN 2 15 grants may be awarded in each county. 2. For continuation of the project recommended by the lowa 2 17 battle flag advisory committee to stabilize the condition of 2 18 the battle flag collection, notwithstanding section 8.57, 2 19 subsection 5, paragraph "c": 2 20 ...... \$ 150,000 2 21 DEPARTMENT OF EDUCATION 2 22 Sec. 5. There is appropriated from the rebuild lowa 2 23 infrastructure fund to the department of education for the 2 24 fiscal year beginning July 1, 2001, and ending June 30, 2002, 2 25 the following amount, to be used for the purpose designated: To provide resources for structural and technological 2 27 improvements to local libraries, notwithstanding section 8.57, 2 28 subsection 5, paragraph "c": 2 29 ...... \$ 500.000 2 30 DEPARTMENT OF GENERAL SERVICES 2 31 Sec. 6. There is appropriated from the rebuild lowa 2 32 infrastructure fund to the department of general services for 2 33 the fiscal year beginning July 1, 2001, and ending June 30, 2 34 2002, the following amounts, or so much thereof as is 2 35 necessary, to be used for the purposes designated: 1. For relocation expenses associated with remodeling 3 2 projects on the capitol complex, notwithstanding section 8.57, 3 3 subsection 5, paragraph "c":

3 4 ...... \$ 1,000,000

Department of Cultural Affairs for stabilization of the lowa battle flags. This appropriation notwithstands the definition of vertical infrastructure.

Explanation

CODE: Rebuild Iowa Infrastructure Fund appropriation to the

DETAIL: The Department was allocated \$150,000 in FY 2001 from the Historical Preservation Grant Program for the first year of funding for the Battle Flag stabilization.

CODE: Rebuild Iowa Infrastructure Fund appropriation to the Department of Education for the Enrich Iowa's Libraries Program. This appropriation notwithstands the definition of vertical infrastructure.

DETAIL: This Program will provide funding assistance for structural and technological improvements to local libraries.

CODE: Rebuild Iowa Infrastructure Fund appropriation to the Department of General Services for moving and relocation expenses associated with the relocation of State employees on the Capitol Complex. This appropriation notwithstands the definition of vertical infrastructure.

DETAIL: This is a decrease of \$668,000 compared to the FY 2001 estimated net appropriation. The funds are used to pay the relocation expenses and temporary lease costs of State agencies that are relocated due to renovation projects on the Capitol Complex.

PG LN House File 742 Explanation 2. For routine maintenance of state buildings and CODE: Rebuild Iowa Infrastructure Fund appropriation to the 3 6 facilities under the purview of the department. Department of General Services for routine maintenance of facilities under the purview of the Department of General Services. This 3 7 notwithstanding section 8.57, subsection 5, paragraph "c": appropriation notwithstands the definition of vertical infrastructure. 3 8 ......\$ 2,000,000 DETAIL: Maintains the current level of funding. In FY 2001, the funds were allocated to State agencies based on the square footage of building space. The method of allocation was established through a policy of the Governor's Vertical Infrastructure Advisory Committee. 3 9 Requires the Department of General Services to submit a report on a The department shall quarterly file a report with the quarterly basis to the Legislative Fiscal Bureau addressing the 3 10 legislative fiscal bureau detailing the use and disposition of expenditure of the appropriation for routine maintenance. 3 11 funds appropriated in this subsection. Sec. 7. There is appropriated from the rebuild lowa 3 13 infrastructure fund to the department of general services for 3 14 the fiscal years designated, the following amounts, or so much 3 15 thereof as is necessary, to be used for the purposes 3 16 designated: Rebuild Iowa Infrastructure Fund appropriation for FY 2003 to the 1. For the construction of a pedestrian bridge across 3 18 Court avenue to provide pedestrian access across the capitol Department of General Services for construction of a pedestrian bridge over Court Avenue on the Capitol Complex. 3 19 complex: 3 20 FY 2001–2002.....\$ DETAIL: The bridge will connect the area south of Court Avenue to 3 21 FY 2002–2003.....\$ 650,000 the Capitol Complex. Section 25.3(c) of this Act appropriates \$400,000 from the Tobacco Settlement Trust Fund for FY 2002. The Governor vetoed that appropriation. Rebuild Iowa Infrastructure Fund appropriation for FY 2003 to the 2. For capitol interior restoration: 3 23 FY 2001–2002 .....\$ Department of General Services for continued interior restoration of 0 the State Capitol Building. 3 24 FY 2002–2003 ...... \$ 2,700,000

DETAIL: The funds will be used to complete the renovation and restoration of the Senate and House of Representatives Chambers. Section 25.3(d) of this Act appropriates \$1,700,000 from the Tobacco Settlement Trust Fund for FY 2002 for restoration of the Chambers.

Sec. 8. 1996 lowa Acts, chapter 1218, section 13, 3 26 subsection 2, paragraph d, subparagraph (2), is amended to 3 27 read as follows: (2) For the fiscal year beginning July 1, 1997, and ending 3 29 June 30, 1998: 3 30 ...... \$ 400.000 3 31 185,000 3 32 LEGISLATIVE COUNCIL Sec. 9. 1999 Iowa Acts, chapter 204, section 14, is 3 34 amended by adding the following new unnumbered paragraph: NEW UNNUMBERED PARAGRAPH. Notwithstanding anything to the 4 1 contrary in this section of this Act or section 8.33, the 2 moneys appropriated in section 7 of this Act shall remain 4 3 available for the purposes designated until June 30, 2006. 4 4 DEPARTMENT OF PUBLIC DEFENSE Sec. 10. There is appropriated from the rebuild lowa 4 6 infrastructure fund to the department of public defense for 4 7 the fiscal years designated, the following amounts, or so much 8 thereof as is necessary, to be used for the purposes 4 9 designated: For construction of a new national guard armory at 4 11 Estherville: 4 12 FY 2001–2002.....\$ 0

4 13 FY 2002–2003......\$ 400,000 4 14 FY 2003–2004.....\$ 461,000

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CODE: Deappropriation of \$215,000 from the FY 1998 Rebuild Iowa

Infrastructure Fund appropriation for renovation of the tunnel connecting the Lucas Building with the Capitol Building.

Explanation

DETAIL: The General Assembly appropriated a total of \$500,000 for the tunnel renovation which included \$100,000 for FY 1997 and \$400,000 for FY 1998. The Department has expended or encumbered a total of \$239,817 of the total appropriated funds. The Department of General Services spent \$119,317 for renovation design, asbestos abatement, and installation of new flooring, and has obligated \$120,500 for installation of electric heaters and lights. The Department will revert \$44,547 of the FY 1997 appropriation at the end of FY 2001.

Section 13 of this Act makes this Section effective upon enactment.

CODE: Extends the date by which an appropriation for planning and design of legislative space requirements may be expended from June 30, 2004 to June 30, 2006.

DETAIL: The Legislative Council was appropriated \$1,600,000 in FY 2000 for planning and design costs associated with construction of legislative support space. Section 13 of this Act makes this Section effective upon enactment.

Rebuild Iowa Infrastructure Fund appropriations totaling \$861,000 for FY 2003 and FY 2004 to the Department of Public Defense for the construction of a new Readiness Center in Estherville for support of National Guard training.

DETAIL: The Readiness Center is being constructed as part of a multi-purpose complex supporting the community and adjacent counties. The facility will be designed to provide a common area and limited access area for public use and off-limits area for military

STATE BOARD OF REGENTS 4 15 4 16 Sec. 11. There is appropriated from the rebuild lowa 4 17 infrastructure fund to the state board of regents for the 4 18 fiscal period beginning July 1, 2001, and ending June 30, 4 19 2004, the following amounts, or so much thereof as is 4 20 necessary, to be used for the purposes designated: 4 21 1. For construction of a new business college building at 4 22 Iowa state university of science and technology: 4 23 FY 2001–2002.....\$ 4 24 FY 2002–2003......\$ 6,700,000 4 25 FY 2003–2004.....\$ 2. For phase I of construction of the art building at the 4 27 state university of lowa: 4 28 FY 2001–2002.....\$ 4 29 FY 2002–2003...... \$ 7,910,000 4 30 FY 2003–2004......\$ 3,653,000 3. For upgrading the steam distribution system at the 4 31 4 32 university of northern lowa: 4 33 FY 2001–2002.....\$ 4 34 FY 2002–2003...... \$ 4.320.000

4 35 FY 2003–2004......\$ 4,390,000

activities in support of National Guard Training. The total cost of the complex is estimated at \$4,787,000. The Department of Public Defense will receive \$2,871,000 (60.00%) from the federal Department of Defense, \$655,000 (14.00%) from local sources, and \$1,261,000 from the State (26.00%).

Section 25.7(b) of this Act appropriates \$400,000 for FY 2002 from the Tobacco Settlement Trust Fund for the Readiness Center.

Rebuild Iowa Infrastructure Fund appropriation for the construction of a new business college building at Iowa State University.

DETAIL: The total cost of the facility is estimated to be \$24,600,000, which includes \$11,200,000 in State funds and \$13,400,000 from private gifts. The General Assembly appropriated \$300,000 in FY 2001 for planning costs. Section 25.9(a) of this Act appropriates \$4,200,000 for FY 2002 from the Tobacco Settlement Trust Fund for the new business college building.

Rebuild Iowa Infrastructure Fund appropriations for the construction of a new art building at the University of Iowa.

DETAIL: The total cost of Phase I is estimated to be \$18,716,000, which includes \$2,700,000 in private funds. Section 25.9(b) of this Act appropriates \$4,453,000 for FY 2002 from the Tobacco Settlement Trust Fund for the new art building.

Rebuild lowa Infrastructure Fund appropriations for upgrades to the steam distribution system at the University of Northern Iowa.

- 5 1 The state board of regents is authorized to enter into
- 5 2 contracts for the full cost of carrying out the projects
- 5 3 listed in subsections 1 through 3, for which appropriations
- 5 4 are made in those subsections. The state shall not be
- 5 5 obligated for costs associated with contracts identified in
- 5 6 this paragraph in excess of the funds appropriated by the
- 5 7 general assembly.
- 5 8 Sec. 12. REVERSION. Notwithstanding section 8.33, moneys
- 5 9 appropriated in this division of this Act shall not revert at
- 5 10 the close of the fiscal year for which they were appropriated
- 5 11 but shall remain available for the purposes designated until
- 5 12 the close of the fiscal year that begins July 1, 2004, or
- 5 13 until the project for which the appropriation was made is
- 5 14 completed, whichever is earlier.
- 5 15 Sec. 13. EFFECTIVE DATE. Sections 3, 8, and 9 of this
- 5 16 division of this Act, amending 1999 Iowa Acts, chapter 204,
- 5 17 section 1; 1996 lowa Acts, chapter 1218, section 13,
- 5 18 subsection 2, paragraph "d", subparagraph (2); and 1999 lowa
- 5 19 Acts, chapter 204, section 14, respectively, being deemed of
- 5 20 immediate importance, take effect upon enactment.

DETAIL: The total cost of the improvements are estimated at \$12,700,000. Section 25.9(c) of this Act appropriates \$3,990,000 for FY 2002 from the Tobacco Settlement Trust Fund for the steam distribution system.

Allows the Board of Regents to enter into contracts for the full cost of the following projects:

1. ISU business college building: \$10,900,000

2. SUI art building: \$16,016,000

3. UNI steam distribution system: \$12,700,000

Specifies that the State is not obligated for construction costs in excess of the funds appropriated.

CODE: Specifies that the funds appropriated in Division I of this Act shall remain available for expenditure until June 30, 2005. However, if a project is completed in an earlier fiscal year, the unobligated funds will revert at the close of that fiscal year.

Specifies that the following sections of this Act are effective upon enactment:

- 1. Section 3, which deappropriates \$5,200,000 from the Department of Corrections' lowa Medical and Classification Center appropriation.
- 2. Section 8, which deappropriates \$215,000 from the FY 1998 Lucas tunnel renovation appropriation.
- 3. Section 9, which extends the date by which the Legislative Council may expend funds from the \$1,600,000 legislative space appropriation.

	21 22	DIVISION II ENVIRONMENT FIRST FUND
5 5 5	26 27	
5 5 5	31 32 33	For the conservation reserve enhancement program to restore and construct wetlands for the purposes of intercepting tile line runoff, reducing nutrient loss, improving water quality, and enhancing agricultural production practices:
3	2	For continuation of a program that provides multi– objective resource protections for flood control, water quality, erosion control, and natural resource conservation:     \$2,700,000\$
	6 7 8	3. For continuation of a statewide voluntary farm management demonstration program to demonstrate the effectiveness and adaptability of emerging practices in agronomy that protect water resources and provide other environmental benefits:

Environment First Fund appropriation to the Department of Agriculture and Land Stewardship for continued funding of the Conservation Reserve Enhancement Program (CREP).

DETAIL: Maintains the current level of funding. The Program is designed to protect floodplains and improve water quality from agricultural drainage systems.

Environment First Fund appropriation to the Department of Agriculture and Land Stewardship for the Watershed Protection Program.

DETAIL: Maintains the current level of funding. The Program provides grants to local communities and soil and water conservation districts for development of water quality projects that improve flood protection and erosion control.

Environment First Fund appropriation to the Department of Agriculture and Land Stewardship for funding of the Farm Demonstration Program.

DETAIL: This is an increase of \$500,000 compared to the FY 2001 estimated net appropriation. The Program provides grants to farmers to demonstrate the effectiveness of emerging agricultural systems for nutrient and pesticide management, air quality, and soil and water protection. Section 466.6(2), <u>Code of Iowa</u>, requires the Department

- 6 24 a. Not more than 5 percent of the moneys appropriated in
- 6 25 this subsection may be allocated for cost-sharing to abate
- 6 26 complaints filed under section 161A.47.

to implement a statewide, voluntary farm-management demonstration program to demonstrate the effectiveness and adaptability of emerging practices in agronomy that protect water resources and provide other environmental benefits.

Environment First Fund appropriation to the Department of Agriculture and Land Stewardship for the Alternative Drainage System Assistance Program.

DETAIL: The funds are used for the closure of agricultural drainage wells and to construct alternative drainage systems on agricultural land. The General Assembly appropriated \$1,300,000 in FY 2001 for the Alternative Drainage System Assistance Program, which was vetoed by the Governor.

Allocates \$300,000 to Drainage District 176, in Pocahontas County, to raise the cost-share payments to 75.00% of the cost of the projects that provide assistance for closing agricultural drainage wells and constructing alternative drainage systems.

Environment First Fund appropriation to the Department of Agriculture and Land Stewardship for the Soil Conservation Cost Share Program.

DETAIL: The Program provides financial resources to assist landowners with the application of structural and management practices to control soil erosion, maintain land productivity, and protect water quality.

In FY 2001, the Soil Conservation Cost Share Program received an appropriation of \$5,500,000 from the General Fund and \$2,000,000 from the Environment First Fund.

Permits a maximum of 5.00% of cost-share funds to be used to abate complaints filed under Section 161A.47, <u>Code of Iowa</u>, which relates to inspection of land upon receipt of a complaint.

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6 29 6 30	b. Of the moneys appropriated in this subsection, 5 percent shall be allocated for financial incentives to establish practices to protect watersheds above publicly owned lakes of the state from soil erosion and sediment as provided in section 161A.73.	Requires 5.00% of cost-share funds be used for financial incentives to establish practices to protect watersheds above publicly-owned lakes from soil erosion and sediment.
6 34 6 35 7 1	c. Not more than 30 percent of a district's allocation of moneys as financial incentives may be provided for the purpose of establishing management practices to control soil erosion on land that is row–cropped, including but not limited to no–till planting, ridge–till planting, contouring, and contour strip–cropping as provided in section 161A.73.	Permits a maximum of 30.00% of a district's allocation to be used for management practices to control soil erosion on land that is row-cropped.
7 5 7 6	d. The state soil conservation committee created in section 161A.4 may allocate moneys appropriated in this subsection to conduct research and demonstration projects to promote conservation tillage and nonpoint source pollution control practices.	Permits the State Soil Conservation Committee to allocate funds for research and demonstration projects to promote conservation tillage and nonpoint source pollution control practices.
7 8 7 9	e. The financial incentive payments may be used in combination with department of natural resources moneys.	Permits the use of financial incentive payments in combination with funds from the Department of Natural Resources.
7 12 7 13	6. To encourage and assist farmers in enrolling in the continuous sign—up federal conservation reserve program and work with them to enhance their revegetation efforts to improve water quality and habitat:	Environment First Fund appropriation to the Department of Agriculture and Land Stewardship for the Conservation Reserve Program (CRP).  DETAIL: Maintains the current level of funding. The Program is designed to establish vegetative buffers, field borders, and wetlands on lowa's private land in an effort to improve water quality and wildlife habitat.
	7. For deposit in the loess hills development and conservation fund created in section 161D.2:	Environment First Fund appropriation to the Department of Agriculture and Land Stewardship for deposit in the Loess Hills Development and Conservation Fund.  DETAIL: The funds are administered by the Loess Hills Development and Conservation Authority for streambed stabilization projects and

7 18 Of the amount appropriated to the loess hills development 7 19 and conservation fund in this subsection, \$500,000 shall be

7 20 allocated to the hungry canyons account and \$250,000 shall be

7 21 allocated to the loess hills alliance account.

7 22 8. For allocation to the southern lowa conservation and

7 23 development authority for protection of road structures:

7 24 ...... \$ 250,000

#### 7 25 DEPARTMENT OF ECONOMIC DEVELOPMENT

7 26 Sec. 15. There is appropriated from the environment first

7 27 fund to the department of economic development for the fiscal

- 7 28 year beginning July 1, 2001, and ending June 30, 2002, the
- 7 29 following amount, or so much thereof as is necessary, to be
- 7 30 used for the purpose designated:
- 7 31 For deposit in the brownfield redevelopment fund created in
- 7 32 section 15.293 to provide assistance under the brownfield
- 7 33 redevelopment program:
- 7 34 .....\$ 2,000,000

preservation of the Loess Hills region. In FY 2001, the General Assembly appropriated \$2,000,000 from the RIIF to the Loess Hills Development and Conservation Fund. Of this, \$1,500,000 was allocated to the Hungry Canyons Account and \$500,000 was allocated to the Loess Hills Alliance.

Allocates \$500,000 to the Loess Hills Hungry Canyons Account and \$250,000 to the Loess Hills Alliance Account of the Loess Hills Development and Conservation Fund.

DETAIL: The funds allocated to the Hungry Canyons Account are used for streambed stabilization and the funds for the Alliance are used to promote the conservation and preservation of the Loess Hills area.

Environment First Fund appropriation for deposit in the Southern Iowa Conservation and Development Fund for protection of road structures.

DETAIL: The Southern Iowa Conservation and Development Authority administers the Fund for the purpose of developing and implementing plans to protect county infrastructure and rural development from soil erosion and destabilization of stream channels. The Authority is comprised of a ten-county area in southern Iowa. This is a new appropriation for FY 2002.

Environment First Fund appropriation to the Department of Economic Development for the Brownfield Redevelopment Program.

DETAIL: This is a decrease of \$1,000,000 compared to the FY 2001 estimated net appropriation. The Program provides technical and financial assistance for the acquisition, remediation, or redevelopment of Brownfield sites.

7 8 8 8 8	3 4	DEPARTMENT OF NATURAL RESOURCES Sec. 16. There is appropriated from the environment first fund to the department of natural resources for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:
8 8 8	8	To provide local watershed managers with geographic information system data for their use in developing, monitoring, and displaying results of their watershed work:      195,000
8		For statewide coordination of volunteer efforts under the water quality and keepers of the land programs:     70,000
8		For continuing the establishment and operation of water quality monitoring stations:     \$2,500,000\$

Environment First Fund appropriation to the Department of Natural Resources (DNR) to provide geographic information system data for use in developing, monitoring, and displaying results of watershed work.

DETAIL: Maintains the current level of funding. Section 466.6(5), <u>Code of lowa</u>, requires the Department to provide local watershed managers with geographic information system data for their use in developing, monitoring, and displaying results of their watershed work.

Environment First Fund appropriation to the DNR to support local volunteer management efforts in water quality programs.

DETAIL: Maintain the current level of funding. Section 466.6(6), <u>Code of Iowa</u>, requires the Department to provide support to local volunteer water quality management efforts. The Department is required to assist in coordinating and tracking the volunteer component of the various water quality programs to increase efficiency and avoid duplication of efforts in water quality monitoring and watershed improvement.

Environment First Fund appropriation to the DNR for the establishment of water quality monitoring stations.

DETAIL: This is an increase of \$550,000 compared to the FY 2001 estimated net appropriation. Section 466.5, <u>Code of Iowa</u>, requires the Department to operate water quality monitoring stations for the purpose of gathering information and data to establish benchmarks for water quality in Iowa.

8 16 4. For contracting to assist department staff with the Environment First Fund appropriation to the DNR to assist Department staff with the review of national pollution discharger elimination system 8 17 review of national pollutant discharge elimination system 8 18 permits: permits. 8 19 ...... \$ 180.000 DETAIL: This is a decrease of \$70,000 compared to the FY 2001 estimated net appropriation. Section 466.6(8), Code of Iowa, requires the Department to contract to assist staff with the review of national pollution discharger elimination system permits. 8 20 5. For additional efforts to reduce the department's Environment First Fund appropriation to the DNR to provide information to local officials concerning floodplain management. 8 21 floodplain permit backlog: 8 22 ...... \$ 180.000 DETAIL: This is a decrease of \$20,000 compared to the FY 2001 estimated net appropriation. Section 466.6(9), Code of Iowa, requires the Department to expand floodplain protection education to better inform local officials that make floodplain management decisions. 8 23 6. For continuation of the waste tire abatement program: Environment First Fund appropriation to the DNR for continuation of 8 24 ...... \$ 500.000 the Waste Tire Abatement Program. DETAIL: In FY 2001, the Waste Tire Abatement Program was appropriated \$500,000 from the Environment First Fund and also received \$2,500,000 from the surcharge on motor vehicle titles. Beginning in FY 2002, the amount of the surcharge allocated to the Program will be reduced to \$1,500,000 in accordance with Section 321.52A, Code of Iowa. In FY 2003, funding for the Waste Tire Abatement Program from the title surcharge will be eliminated. 8 25 7. To complete natural resource inventories and protection Environment First Fund appropriation to the DNR to complete natural resources inventories and protection plans to identify and safeguard 8 26 plans to identify and safeguard unique landforms and unique landforms and ecosystems. 8 27 ecosystems: 8 28 ......\$ 125,000 DETAIL: This is a new appropriation for FY 2002. 8. For a community-based grant distribution program to Environment First Fund appropriation to the DNR for the community-8 30 provide funding for the planting of trees throughout the based Tree Planting Grant Program. 8 31 state: DETAIL: Maintains the current level of funding. 8 32 ...... \$ 250,000

Explanation

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- 8 33 9. For the dredging of lakes, including necessary
- 8 34 preparation for dredging, in accordance with the department's
- 8 35 classification of lowa lakes restoration report:
- 9 1 .....\$ 500,000
- 9 2 10. For purposes of funding capital projects for the
- 9 3 purposes specified in section 452A.79, and for expenditures
- 9 4 for the local cost share grants to be used for capital
- 9 5 expenditures to local governmental units for boating
- 9 6 accessibility:
- 9 7 ......\$ 2,300,000

- 9 8 If the amount appropriated in this subsection exceeds the
- 9 9 amount of marine fuel tax receipts deposited into the rebuild
- 9 10 lowa infrastructure fund for the fiscal year ending June 30,
- 9 11 2002, the difference between the amount appropriated in this
- 9 12 subsection from the environment first fund and the actual
- 9 13 marine fuel tax receipts deposited into the rebuild lowa
- 9 14 infrastructure fund is appropriated to the rebuild lowa
- 9 15 infrastructure fund from the accumulated balance of marine
- 9 16 fuel tax receipts in the general fund of the state which is
- 9 17 tracked by the department of management pursuant to section
- 9 18 8.60, subsection 14.

Environment First Fund appropriation to the DNR for continued funding for the dredging of lakes in accordance with the Department's Classification of lowa Lakes Restoration Report.

DETAIL: This is a decrease of \$2,400,000 compared to the FY 2001 estimated net appropriation.

Environment First Fund appropriation to the DNR for projects that meet the criteria under Section 452A.79, <u>Code of Iowa</u>, which pertains to the use of funds from the Marine Fuel Tax receipts.

DETAIL: Maintains the current level of funding. The appropriation's use is restricted to the following purposes:

- 1. Dredging and renovation of lakes.
- 2. Acquisition, development, and maintenance of access to public boating waters.
- 3. Development and maintenance of boating facilities and navigation
- Administration, operation, and maintenance of recreational boating activities of the DNR.
- 5. Acquisition, development, and maintenance of recreation facilities associated with recreational boating.

Requires that if the Marine Fuel Tax receipts deposited into the RIIF for FY 2002 are less than the \$2,300,000 appropriated from the Environment First Fund, the difference will be appropriated from the General Fund to the RIIF.

FISCAL IMPACT: This provision may result in an appropriation of up to \$50,000 from the General Fund if the amount of Marine Fuel Tax receipts deposited into the RIIF in FY 2002 is similar to the amount collected in FY 1999.

9 19 11. For a contribution toward the development of the Lewis
9 20 and Clark rural water system:
9 21 ......\$ 60,000

9 22 STATE DEPARTMENT OF TRANSPORTATION

- 9 23 [Sec. 17. There is appropriated from the environment first
- 9 24 fund to the state department of transportation for the fiscal
- 9 25 year beginning July 1, 2001, and ending June 30, 2002, the
- 9 26 following amount, or so much thereof as is necessary, to be
- 9 27 used for the purpose designated:
- 9 28 For a grant to the Grundy county conservation board for a
- 9 29 borrow pit recreational area project:
- 9 30 ...... \$ 90,000

VETOED

construction cost.

Environment First Fund appropriation to the Department of Transportation for funding the development of a borrow pit recreation area in Grundy County.

Environment First Fund appropriation to the DNR for the continued

DETAIL: Maintains the current level of funding. The Lewis and Clark Rural Water System is being planned to address the provision of water to approximately 200,000 persons in northwest lowa, southeast South Dakota, and southwest Minnesota. The cost to complete the system is estimated to be \$283,000,000. The Lewis and Clark Rural Water System, Inc., is seeking federal funding to finance the majority of the

development of the Lewis and Clark Rural Water System.

DETAIL: This is a new appropriation for FY 2002. The funds will be used on a pilot project basis to assist Grundy County in the development of a 38-acre area located adjacent to relocated Highway 20. The area was used as a borrow area from which fill dirt was removed for use in the construction of Highway 20.

VETOED: The Governor vetoed this appropriation, stating that this appropriation was not recommended by the Infrastructure Advisory Committee and that there are other funding programs for recreation projects within the Environment First Fund. The Governor further stated that these funds should be dedicated to higher priority State projects.

Requires the grant for the Grundy County borrow pit development to be matched with two dollars of local funds for every one dollar of State funds awarded. Requires that none of the appropriated funds be used for administrative purposes.

VETOED: The Governor vetoed this language which is associated with the Borrow Pit Development appropriation.

- 9 31 The grant made pursuant to this section shall be awarded on
- 9 32 a matching basis of one dollar for every two dollars the
- 9 33 Grundy county conservation board has raised. The moneys
- 9 34 appropriated in this section shall not be used for
- 9 35 administrative costs.]

PG LN House File 742 Explanation Sec. 18. 2000 Iowa Acts, chapter 1225, is amended by CODE: Extends the date by which the funds appropriated from the 10 2 adding the following new section after section 28: Environment First Fund in FY 2001 remain available for expenditure through FY 2004. NEW SECTION. SEC. 28A. REVERSION. Notwithstanding 10 4 section 8.33, moneys appropriated in sections 25 through 27 of DETAIL: Under current law, the unobligated funds will revert on June 10 5 this division of this Act shall not revert at the close of the 30, 2001. Section 21 of this Act makes this Section effective upon 10 6 fiscal year for which they were appropriated but shall remain enactment. 10 7 available for the purposes designated until the close of the 10 8 fiscal year beginning July 1, 2003, or until the project for 10 9 which the appropriation was made is completed, whichever is 10 10 earlier. 10 11 RESOURCES ENHANCEMENT AND PROTECTION FUND CODE: Environment First Fund appropriation to the Resources 10 12 Sec. 19. Notwithstanding the amount of the standing 10 13 appropriation from the general fund of the state under section Enhancement and Protection (REAP) Fund. 10 14 455A.18, subsection 3, there is appropriated from the DETAIL: The REAP Fund was appropriated \$10,500,000 in both FY 10 15 environment first fund to the lowa resources enhancement and 2000 and FY 2001. 10 16 protection fund, in lieu of the appropriation made in section 10 17 455A.18, for the fiscal year beginning July 1, 2001, and 10 18 ending June 30, 2002, the following amount, to be allocated as 10 19 provided in section 455A.19: 10 20 ...... \$ 10.000.000 10 21 Sec. 20. REVERSION. 10 22 1. Except as provided in subsection 2, and notwithstanding CODE: Specifies that the funds appropriated in Division II of this Act shall remain available for expenditure through FY 2003. However, if a 10 23 section 8.33, moneys appropriated in this division of this Act

10 24 shall not revert at the close of the fiscal year for which

10 25 they were appropriated but shall remain available for the
10 26 purposes designated until the close of the fiscal year
10 27 beginning July 1, 2002, or until the project for which the
10 28 appropriation was made is completed, whichever is earlier.

project is completed in an earlier fiscal year, the unobligated funds will

revert at the close of that fiscal year.

- 10 29 2. Notwithstanding section 8.33, moneys appropriated to
- 10 30 the department of agriculture and land stewardship to provide
- 10 31 financial assistance for the establishment of permanent soil
- 10 32 and water conservation practices as provided in section 14,
- 10 33 that remain unencumbered or unobligated at the close of the
- 10 34 fiscal year shall not revert but shall remain available for
- 10 35 expenditure for the purposes designated until the close of the
- 11 1 fiscal year that begins July 1, 2004.
- 11 2 Sec. 21. EFFECTIVE DATE. Section 18 of this division of
- 11 3 this Act, amending 2000 lowa Acts, chapter 1225, being deemed
- 11 4 of immediate importance, takes effect upon enactment.
- 11 5 DIVISION III
- 11 6 TOBACCO SETTLEMENT TRUST FUND
- 11 7 Sec. 22. 2000 lowa Acts, chapter 1225, section 10, is
- 11 8 amended by striking the section.

- 11 9 Sec. 23. 2000 Iowa Acts, chapter 1225, section 15,
- 11 10 subsections 1 through 3, are amended to read as follows:
- 11 11 1. For improvements to Gilman hall at lowa state
- 11 12 university of science and technology, including the
- 11 13 replacement of the heating, ventilation, and air conditioning
- 11 14 system, replacement of the fume hood exhaust system, and the
- 11 15 construction of an addition to house mechanical equipment:
- 11 16 FY 2000–2001...... \$ 8,500,000
- 11 17 FY 2001–2002...... \$ <del>2.500,000</del>
- 11 18
- 11 19 FY 2002–2003.....\$
- 11 20 2. For continued renovation of the biological sciences
- 11 21 facility at the state university of lowa:

CODE: Specifies that the funds appropriated for the Soil Conservation Cost Share Program shall remain available for expenditure through FY 2005. However, if a project is completed in an earlier fiscal year, the unobligated funds will revert at the close of that fiscal year.

Specifies that Section 18 of this Act is effective upon enactment. Section 18 extends the date of reversion of the FY 2001 Environment First Fund appropriations.

CODE: Deappropriates a \$10,300,000 RIIF appropriation for the construction of the Judicial Building.

DETAIL: Section 25.5 of this Act appropriates the \$10,300,000 from the Tobacco Settlement Trust Fund. Section 31 of this Act makes this Section effective upon enactment.

CODE: Deappropriates a total of \$15,600,000 from FY 2002 RIIF appropriations to the Board of Regents. The appropriations include:

ISU Gilman Hall: \$2,500,000
 SUI Biology Facility: \$7,300,000
 UNI McCollum Hall: \$5,800,000

DETAIL: Sections 25.9(g), 25.9(h) and 25.9(i) of this Act appropriates these funds from the Tobacco Settlement Trust Fund. Section 31 of this Act makes this Section effective upon enactment.

PG LN House File 742	Explanation
11       22       FY 2000–2001       \$ 4,400,000         11       23       FY 2001–2002       \$ 7,300,000         11       24       0         11       25       FY 2002–2003       \$ 3,000,000         11       26       3. For construction of an addition to McCollum science         11       27       hall at the university of northern lowa:         11       28       FY 2000–2001       \$ 2,700,000         11       29       FY 2001–2002       \$ 5,800,000         11       30       0         11       31       FY 2002–2003       \$ 8,400,000	
11 32 Sec. 24. 2000 lowa Acts, chapter 1225, section 18, 11 33 unnumbered paragraph 2, is amended to read as follows: 11 34 For deposit in the community attraction and tourism fund: 11 35 FY 2001–2002	CODE: Deappropriates a FY 2002 RIIF appropriation of \$12,500,000 from the Community Attraction and Tourism Program.  DETAIL: Section 25.11(b) of this Act appropriates \$12,500,000 from the Tobacco Settlement Trust Fund for the Community Attraction and Tourism Program. Section 31 of this Act makes this Section effective upon enactment.
Sec. 25. There is appropriated from the tax–exempt bond proceeds restricted capital funds account of the tobacco settlement trust fund to the following departments and agencies for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:	Specifies that the appropriations in Section 25 of this Act are from the Tax-Exempt Bond Proceeds Restricted Capital Funds Account of the Tobacco Settlement Trust Fund for FY 2002.
12 11 1. DEPARTMENT OF CORRECTIONS.	
12 12 a. To supplement funds appropriated in 1998 lowa Acts, 12 13 chapter 1219, section 2, subsection 3, for construction of a 12 14 200–bed facility at the lowa state penitentiary at Fort 12 15 Madison: 12 16	Tobacco Settlement Trust Fund appropriation to the Department of Corrections (DOC) for costs associated with the addition of the 200-bed special needs unit at the Iowa State Penitentiary at Fort Madison.  DETAIL: Section 1 of this Act appropriates an additional \$2,000,000 from the RIIF for FY 2003 to complete the funding for the project.

12	18	b. For costs associated with connecting the correctional facility at Oakdale to the city of Coralville water system:
12	20	c. For the final phase of the state's share of the
		construction costs associated with the Mitchellville waste
		water treatment plant:
12	23	\$ 364,400
12	24	d. For costs of entering into a lease–purchase agreement
		to connect the electrical system supporting the special needs
		unit at Fort Madison:
12	27	\$ 333,168
12	28	2. DEPARTMENT OF ECONOMIC DEVELOPMENT.
		For accelerated career education program capital projects
		at community colleges that are authorized under chapter 260G
		and that meet the definition of "vertical infrastructure" in section 8.57, subsection 5, paragraph "c":
		\$ 2,500,000

Tobacco Settlement Trust Fund appropriation to the DOC to connect the lowa Medical Classification Center to a water tower in the City of Coralville water system.

DETAIL: The current water tower in use by the Center is in disrepair and the cost to upgrade it exceeds the cost to connect to the City's water system.

Tobacco Settlement Trust Fund appropriation to the DOC for costs associated with the upgrade of the City of Mitchellville water facility due to the increased inmate population at the Iowa Correctional Institution for Women.

DETAIL: The total cost of the project is estimated at \$664,400. The current facility lacks the capacity needed to serve the inmate population. In FY 2001, the Department signed an agreement and has paid the City \$300,000. This appropriation will fund the remaining cost of the project.

Tobacco Settlement Trust Fund appropriation to the DOC to upgrade the electrical system for the Fort Madison Special Needs Facility.

DETAIL: This appropriation provides the first year of funding for a seven-year lease-purchase agreement. The total cost of the project is estimated at \$1,800,000.

Tobacco Settlement Trust Fund appropriation to the Department of Economic Development for vertical infrastructure improvements at community colleges associated with implementing the Accelerated Career Education (ACE) Program.

DETAIL: This is a decrease of \$2,800,000 compared to the FY 2001 estimated net appropriation. The Accelerated Career Education (ACE) Program is established in Chapter 260G, <u>Code of Iowa</u>, and involves

12 34 The moneys appropriated in this subsection shall be

- 12 35 allocated equally among the community colleges in the state.
- 13 1 If any portion of the equal allocation to a community college
- 13 2 is not obligated or encumbered by April 1, 2002, the
- 13 3 unobligated and unencumbered portions shall be available for
- 13 4 use by other community colleges.
- 13 5 3. DEPARTMENT OF GENERAL SERVICES.
- 13 6 a. For major renovation and major repair needs including
- 13 7 health, life, and fire safety needs, and for compliance with
- 13 8 the federal Americans With Disabilities Act, for state-owned
- 13 9 buildings and facilities:
- 13 10 ......\$ 11,500,000

- 13 11 (1) Of the amount appropriated in this paragraph "a", up
- 13 12 to \$375,000 may be used for costs associated with project
- 13 13 management services in the division of design and construction
- 13 14 of the department, notwithstanding section 8.57, subsection 5,
- 13 15 paragraph "c".

agreements between community colleges and employers. Under the agreement, an employer pays at least 20.00% of the costs associated with educating potential employees for specific skills required by the employer.

Requires the Accelerated Career Education (ACE) appropriation to be distributed equally to all community colleges. Specifies that any unencumbered or unobligated funds remaining after April 1, 2002, be available for use by other community colleges.

Tobacco Settlement Trust Fund appropriation to the Department of General Services for major renovation and major repair needs of State-owned buildings under the purview of the Department.

DETAIL: This is an increase of \$1,000,000 compared to the FY 2001 estimated net appropriation. The funds will be used to correct deficiencies in State buildings and make a wide range of repairs. The funds will be spent on projects selected and prioritized by the Governor's Vertical Infrastructure Advisory Committee. State agencies and Department of General Services staff will work together to identify projects that will be presented to the Advisory Committee for funding consideration.

CODE: Allows the Department of General Services to spend up to \$375,000 of the funds appropriated for major maintenance purposes for Projects Management Services within the Department's Design and Construction Office. This allocation notwithstands the definition of vertical infrastructure.

DETAIL: Project Management Services includes financial, construction, and inspection oversight of capital projects under the purview of the Department of General Services.

PG LN House File 742 Explanation 13 16 (2) Of the amount appropriated in this paragraph "a", CODE: Allows the Department of General Services to spend up to \$200,000 for costs to operate the Vertical Infrastructure Program. This 13 17 \$200,000 may be used for costs associated with the vertical allocation notwithstands the definition of vertical infrastructure. 13 18 infrastructure program, notwithstanding section 8.57, 13 19 subsection 5, paragraph "c". DETAIL: The primary responsibility of the Vertical Infrastructure Program is to maintain the infrastructure assessment database and to provide support for the Governor's Vertical Infrastructure Advisory Committee. 13 20 b. For the purchase of land and improvements to properties Tobacco Settlement Trust Fund appropriation to the Department of General Services for the purchase of and improvements to properties 13 21 in the vicinity of the capitol complex: located near the Capitol Complex. 13 22 ...... \$ 200.000 DETAIL: This is a new appropriation for FY 2002. The funds will be used to purchase land and demolish buildings that may become available north of the Capitol Complex to meet the space needs of State government. Allows the Department to use the \$200,000 to make improvements to 13 23 Funds appropriated in this paragraph "b" may be expended to purchased properties for utilization by the State. 13 24 prepare purchased property for utilization by the state. 13 25 [c. For the construction of a pedestrian bridge across Tobacco Settlement Trust Fund appropriation to the Department of **VETOED** General Services for construction of a pedestrian bridge over Court 13 26 Court avenue to provide pedestrian access across the capitol Avenue on the Capitol Complex. 13 27 complex: 13 28 .....\$ 400,000] DETAIL: The bridge will connect the area south of Court Avenue to the Capitol Complex. Section 7.1 of this Act appropriates \$650,000 from the RIIF in FY 2003 for construction of the pedestrian bridge. VETOED: The Governor vetoed this appropriation, stating that projects of higher priority were not appropriated at the recommended level and that these funds can be more appropriately used on those priorities in the next budget year. 13 29 d. For capitol interior restoration: Rebuild Iowa Infrastructure Fund appropriation to the Department of General Services for continued interior restoration of the State Capitol 13 30 ...... \$ 1,700,000 Building.

13 31 e. For consideration for an option to purchase all or a 13 32 portion of the following properties, notwithstanding section 13 33 8.57, subsection 5, paragraph "c": a 2.4-acre parcel located 13 34 at the northwest corner of Pennsylvania avenue and Des Moines 13 35 street, including a 26,319-square foot one-story masonry 14 1 structure: a 0.17–acre site located at 1022 Des Moines street: 14 2 a 2.2-acre site on the city block bounded by East Eleventh, 14 3 East Twelfth, Des Moines, and Lyon streets, including an 14 4 11,058-square foot building; and a 7.5-acre parcel consisting 14 5 of two contiguous city blocks bounded by East Twelfth, East 14 6 Fourteenth, Des Moines, and Lyon streets, including five 14 7 buildings: 14 8 ......\$ 500.000 The consideration for the option to purchase shall be 14 10 applied to the contract purchase price in the event the option 14 11 to purchase any or all of the properties described in this 14 12 paragraph "e" is exercised. The option to purchase shall be 14 13 for a period of at least one year beginning on or after July 14 14 1, 2001, and shall be exercised only after a specific 14 15 appropriation by the general assembly for the purchase of all 14 16 or a portion of the properties described in this paragraph 14 17 "e". 14 18 f. For an appraisal, environmental assessment, and 14 19 feasibility study of the properties described in paragraph 14 20 "e": 14 21 ...... \$ 250.000

14 22 4. IOWA STATE FAIR AUTHORITY.

DETAIL: The funds will be used to complete the renovation and restoration of the Senate and House of Representatives Chambers. Section 7.2 of this Act appropriates \$2,700,000 from the RIIF for FY 2003.

CODE: Tobacco Settlement Trust Fund appropriation to the Department of General Services for an option to purchase the Metropolitan Medical Center facility and property.

Specifies that the funds appropriated for the purchase option be applied to the contract purchase price should the State move forward with the purchase. Also specifies that the purchase option be for a period of at least one year and exercised only after funds are appropriated for the purchase of all or part of the property.

Tobacco Settlement Trust Fund appropriation to the Department of General Services for costs of an appraisal, environmental assessment, and feasibility study of the Metropolitan Medical Center property.

- 14 32 The judicial branch is authorized to enter into contracts
- 14 33 for the full cost of the planning, design, and construction of
- 14 34 a new judicial building for which appropriations are made in
- 14 35 this subsection and in 1998 lowa Acts, chapter 1223, section
- 15 1 8, and 1999 Iowa Acts, chapter 204, section 6. The state
- 15 2 shall not be obligated for costs associated with contracts
- 15 3 identified in this paragraph in excess of funds appropriated
- 15 4 by the general assembly. Notwithstanding any provision of
- 15 5 this Act to the contrary or section 8.33, moneys appropriated
- 15 6 in this subsection that remain unencumbered or unobligated at
- 15 7 the close of the fiscal year that begins July 1, 2004, shall
- 15 8 revert at the close of that fiscal year. However, if the
- 15 9 project for which the moneys are appropriated is completed in
- 15 10 an earlier fiscal year, unencumbered or unobligated moneys
- 15 11 shall revert at the close of that fiscal year.

Tobacco Settlement Trust Fund appropriation to the State Fair Foundation for vertical infrastructure improvements to the State Fairgrounds.

DETAIL: This is a new appropriation for FY 2002. Possible projects to be funded include replacement of the roof of the Livestock Pavilion and utility improvements.

Tobacco Settlement Trust Fund appropriation to the Judicial Branch for the construction of the Judicial Building.

DETAIL: The General Assembly has appropriated a total of \$30,000,000 for construction of the Building. This includes \$1,700,000 in FY 1998, \$10,000,000 in FY 2000, \$8,000,000 in FY 2001, and \$10,300,000 in FY 2002.

CODE: Authorizes the Judicial Branch to enter into a contract for the full cost of the Judicial Building construction project. Specifies that the State is not obligated for costs that exceed the total funds appropriated for the project.

Specifies that the funds appropriated for the Judicial Building remain available for expenditure through FY 2005.

15 22 ...... \$ 700,000

**Explanation** 

Tobacco Settlement Trust Fund appropriation to the Department of Natural Resources for funding of the Restore the Outdoors Program.

DETAIL: The funds will be used for improvements to State park facilities built by the Civilian Conservation Corps (CCC) and the Work Progress Administration (WPA). The Restore the Outdoors Program was first funded in FY 1997 with a \$3,000,000 RIIF appropriation. The following Legislative Session, the Department was appropriated \$3,000,000 per year for four years from the RIIF. The current funding terminates at the end of FY 2001.

CODE: Tobacco Settlement Trust Fund appropriation for costs associated with the development of a Destination State Park. This appropriation notwithstands the definition of vertical infrastructure.

Tobacco Settlement Trust Fund appropriation to the Department of Public Defense for maintenance of National Guard armories and facilities.

DETAIL: The Department's current plans are to spend the funds as follows:

- \$130,000 for fire and security improvements to a Camp Dodge Building and to repair/replace the water distribution at various locations at Camp Dodge. These funds will be matched with \$620,000 in federal funds.
- 2. \$40,000 for the repair of a parking lot at the Muscatine Armory.
- 3. \$430,000 for the renovation of the Red Oak Armory. These funds will be matched with \$430,000 in federal funds.
- 4. \$100,000 for the repair of a parking lot at the Knoxville Armory.

PG LN House File 742 Explanation 15 23 b. For construction of a new national guard armory at Tobacco Settlement Trust Fund appropriation to the Department of Public Defense for the first year of funding for construction of a new 15 24 Estherville: Readiness Center in Estherville for support of National Guard training. 15 25 .....\$ 400,000 DETAIL: Section 10 of this Act appropriates \$400,000 in FY 2003 and \$461,000 in FY 2004 from the RIIF for the State's share of the construction project. See Section 10 of this Act for an explanation of the funding details of the Readiness Center. 15 26 [8. DEPARTMENT OF PUBLIC SAFETY **VETOED** Tobacco Settlement Trust Fund appropriation to the Department of Public Safety for the purchase of land and related site preparation 15 27 For the location and purchase of land, a site survey, soil costs in preparation for construction of a patrol post in Mason City. 15 28 sampling, and site preparation for the construction of a new 15 29 Iowa state patrol post in Mason City: DETAIL: The Department identified the Mason City Patrol Post in the 15 30 .....\$ 250,000**]** Five-Year Capitol Project Plan as being in need of replacement. The estimated cost for construction is estimated at \$1,450,000. VETOED: The Governor vetoed this appropriation, stating that while this project was included in the Five-Year Capitol Project Plan, other higher priorities should be considered for funding, including a utility upgrade to the Toledo Juvenile Facility, and the renovation of units at the Anamosa Reformatory. 15 31 9. STATE BOARD OF REGENTS. 15 32 a. For construction of a new business college building at Tobacco Settlement Trust Fund appropriation for the construction of a 15 33 Iowa state university of science and technology: new business college building at Iowa State University. 15 34 ......\$ 4,200,000 DETAIL: Section 11.1 of this Act appropriates \$6,700,000 in FY 2003 from the RIIF for this project. 15 35 b. For phase I of construction of the art building at the Tobacco Settlement Trust Fund appropriation for the construction of a new art building at the University of Iowa. 16 1 state university of lowa: 16 2 ...... \$ 4,453,000 DETAIL: Section 11.2 of this Act appropriates \$7,910,000 in FY 2003

and \$3,653,000 in FY 2004 from the RIIF for this project.

PG LN	House File 742	Explanation
16 4 uni	c. For upgrading the steam distribution system at the university of northern lowa:  \$3,990,000	Tobacco Settlement Trust Fund appropriation for upgrades to the steam distribution system at the University of Northern Iowa.
		DETAIL: Section 11.3 of this Act appropriates \$4,320,000 in FY 2003 and \$4,390,000 in FY 2004 from the RIIF for this project.
16 7 the	d. For utility system replacement at the lowa school for deaf:\$ 250,000	Tobacco Settlement Trust Fund appropriation for the replacement of utility systems at the Iowa School for the Deaf.
10 0		
	e. For tuckpointing at the lowa school for the deaf:\$ 185,000	Tobacco Settlement Trust Fund appropriation for tuckpointing improvements to facilities at the Iowa School for the Deaf.
	For upgrading the heating, ventilation, and air nditioning system at the lowa braille and sight saving	Tobacco Settlement Trust Fund appropriation for upgrades to the heating, ventilation, and air conditioning systems at the lowa Braille
16 13 sc	hool:	and Sight Saving School.
16 14	\$ 400,000	
	g. For improvements to Gilman hall at lowa state siversity of science and technology, including the	Tobacco Settlement Trust Fund appropriation for improvements to Gilman Hall at Iowa State University.
	placement of the heating, ventilation, and air conditioning	Gillian Hall at Iowa State Oniversity.
16 18 sy	stem, replacement of the fume hood exhaust system, and the	DETAIL: The 2000 General Assembly appropriated this funding from
	nstruction of an addition to house mechanical equipment:\$ 2,500,000	the RIIF. Section 23.1 of this Act deappropriates the RIIF funding for FY 2002.
	n. For continued renovation of the biological sciences cility at the state university of lowa:	Tobacco Settlement Trust Fund appropriation for renovation of the Biological Sciences Facility at the University of Iowa.
	\$ 7,300,000	
		DETAIL: The 2000 General Assembly appropriated this funding from the RIIF. Section 23.2 of this Act deappropriates the RIIF funding for FY 2002.
	. For construction of an addition to McCollum science	Tobacco Settlement Trust Fund appropriation for construction of an addition to McCollum Hall at the University of Northern Iowa.
	\$ 5,800,000	·
		DETAIL: The 2000 General Assembly appropriated this funding from the RIIF. Section 23.3 of this Act deappropriates the RIIF funding for FY 2002.

- 16 27 The state board of regents is authorized to enter into
- 16 28 contracts for the full cost of carrying out the projects
- 16 29 listed in paragraphs "a" through "c" and "g" through "i", for
- 16 30 which appropriations are made in those paragraphs. The state
- 16 31 shall not be obligated for costs associated with contracts
- 16 32 identified in this paragraph in excess of the funds
- 16 33 appropriated by the general assembly.

- 16 34 10. STATE DEPARTMENT OF TRANSPORTATION.
- 16 35 a. For vertical infrastructure improvements at all 10 of
- 17 1 the commercial air service airports within the state:
- 17 2 ...... \$ 1,000,000
- 17 3 One-half of the funds appropriated in this paragraph "a"
- 17 4 shall be allocated equally between each commercial service
- 17 5 airport, 40 percent of the funds shall be allocated based on
- 17 6 the percentage that the number of enplaned passengers at each
- 17 7 commercial service airport bears to the total number of
- 17 8 enplaned passengers in the state during the previous fiscal
- 17 9 year, and 10 percent of the funds shall be allocated based on
- 17 10 the percentage that the air cargo tonnage at each commercial
- 17 11 service airport bears to the total air cargo tonnage in the
- 17 12 state during the previous fiscal year. In order for a
- 17 13 commercial service airport to receive funding under this
- 17 14 paragraph "a", the airport shall be required to submit
- 17 15 applications for funding of specific projects to the
- 17 16 department for approval by the state transportation
- 17 17 commission.
- 17 18 b. For an aviation hangar grant program for improvements
- 17 19 to and design and construction of hangars at general aviation
- 17 20 airports within the state:

Allows the Board of Regents to enter into contracts for the full cost of the following projects:

1. ISU Business College Building: \$10,900,000

2. SUI Art Building: \$16,016,000

3. UNI Steam Distribution System: \$12,700,000

4. ISU Gilman Hall: \$11,000,000

5. SUI Biological Science Facility: \$11,700,000

6. UNI McCollum Hall Addition: \$8,500,000

Specifies that the State is not obligated for construction costs in excess of the funds appropriated.

Tobacco Settlement Trust Fund appropriation to the Department of Transportation (DOT) for vertical infrastructure improvements at lowa's ten commercial service airports.

Requires \$500,000 of the funds appropriated to be allocated equally between each of the ten airports, \$400,000 to be allocated based on the percentage of enplaned passengers during the previous fiscal year, and \$100,000 to be allocated based on each airport's proportion of air cargo tonnage during the previous fiscal year. Requires airports to submit applications for funding to the DOT for approval by the Transportation Commission.

DETAIL: The ten commercial service airports include: Burlington, Cedar Rapids, Des Moines, Dubuque, Fort Dodge, Mason City, Ottumwa, Sioux City, Spencer, and Waterloo.

Tobacco Settlement Trust Fund appropriation to the DOT for the Aviation Hangar Grant Program.

PG LN	House File 742	Explanation
17 21	\$ 500,000	DETAIL: The Program funds improvements to or construction of hangars at general aviation airports.
17 23	c. For acquiring, constructing, and improving recreational trails within the state:	Tobacco Settlement Trust Fund appropriation to the DOT for the Recreational Trails Program.
17 24	\$ 1,000,000	DETAIL: This is a decrease of \$1,250,000 compared to the FY 2001 estimated net appropriation. The appropriation was reduced due to a \$7,500,000 unspent balance as of May 1, 2001, of prior year RIIF appropriations in the Recreational Trails Fund. Although the \$7,500,000 balance is obligated, the projects have been taking longer than anticipated to implement.
17 26 17 27 17 28 17 29 17 30	Of the amount appropriated in this paragraph "c", \$500,000 shall be used for funding, on a matching basis, recreational trail projects, with priority given to completion of trail connections and sections between existing trails and parks within the established state recreational trails system. Such projects shall be matched by \$1 of private or other funds for each \$3 of state funds.	Requires \$500,000 of the appropriation for recreational trails be used to fund trail projects, with priority given to completion of the trail connections between existing trails and parks within the State Recreational Trails System. Requires State funds to be matched with 25.00% local funds.
17 33	Of the amount appropriated in this paragraph "c", \$50,000 shall be allocated for planning and development of the Iowa portion of the Mississippi river trail.	Allocates \$50,000 for planning and development of Iowa's portion of the Mississippi River Trail.
17 35	11. OFFICE OF TREASURER OF STATE.	
18 3	a. For county fair infrastructure improvements for distribution in accordance with chapter 174 to qualified fairs which belong to the association of lowa fairs:\$ 1,060,000	Tobacco Settlement Trust Fund appropriation to the Treasurer of State for distribution to county fair societies that belong to the Association of Iowa Fairs.
		DETAIL: The funds are distributed equally to all qualified county fair societies for infrastructure improvements at county fairs.
18 5 18 6 18 7	b. For deposit in the community attraction and tourism fund:\$ 12,500,000	Tobacco Settlement Trust Fund appropriation for the Community Attraction and Tourism Program.

18 8 Payment of moneys from the appropriations in this section

- 18 9 shall be made in a manner that does not adversely affect the
- 18 10 tax-exempt status of any outstanding bonds issued by the
- 18 11 tobacco settlement authority.
- 18 12 Sec. 26. CONTINGENT AND ALTERNATIVE APPROPRIATIONS —
- 18 13 EFFECTIVE DATE. The appropriations in section 25 of this
- 18 14 division of this Act shall be made from the tax-exempt bond
- 18 15 proceeds restricted capital funds account of the tobacco
- 18 16 settlement trust fund on or after the effective date of the
- 18 17 receipt of tax-exempt bond proceeds by the tobacco settlement
- 18 18 authority and the deposit of the proceeds of the tax-exempt
- 18 19 bonds in the tax-exempt bond proceeds restricted capital funds
- 18 20 account of the tobacco settlement trust fund. However, if any
- 18 21 of the following occurs, the appropriations in section 25 of
- 18 22 this division of this Act shall be made from the rebuild lowa
- 18 23 infrastructure fund to the extent they cannot be made from the
- 18 24 tax-exempt bond proceeds restricted capital funds account of
- 18 25 the tobacco settlement trust fund:
- 18 26 1. 2001 Iowa Acts, Senate File 532 is not enacted.
- 18 27 2. 2001 Iowa Acts, Senate File 532 is enacted, but the
- 18 28 tobacco settlement authority established in chapter 12E does
- 18 29 not securitize tobacco master settlement agreement payments
- 18 30 sold to the authority pursuant to 2001 lowa Acts, Senate File
- 18 31 532 prior to June 30, 2002.
- 18 32 3. 2001 Iowa Acts, Senate File 532 is enacted and the
- 18 33 tobacco settlement authority securitizes tobacco master
- 18 34 settlement agreement payments sold to the authority pursuant
- 18 35 to 2001 lowa Acts, Senate File 532, but the bond proceeds are
- 19 1 not received by the tobacco settlement authority and deposited
- 19 2 in the tax-exempt bond proceeds restricted capital funds
- 19 3 account of the tobacco settlement trust fund on or before June
- 19 4 30, 2002.

DETAIL: The 2000 General Assembly appropriated this funding from the RIIF. Section 24 of this Act deappropriates the RIIF funding for FY 2002.

Requires that the Tobacco Settlement Trust Fund appropriations in Section 25 be expended in a manner that does not jeopardize the tax-exempt status of bonds issued by the Tobacco Settlement Authority.

Provides that the Tobacco Settlement Trust Fund appropriations in Section 25 are effective on or after the effective date of the receipt of the proceeds on bonds issued by the Tobacco Settlement Authority. Also specifies that the Tobacco Settlement Trust Fund appropriations are contingent upon the following actions being implemented:

- Enactment of SF 532 (Tobacco Securitization Act).
- Securitization of the Tobacco Master Settlement Agreement payment by the Tobacco Settlement Authority by June 30, 2002.
- 3. Receipt and deposit of the tax-exempt bond proceeds into the Restricted Capital Funds Account of the Tobacco Settlement Trust Fund by June 30, 2002.

If the State does not proceed with securitization of the tobacco litigation payments, the appropriations in Section 25 of this Act will be made from the RIIF. These appropriations total \$85,035,568.

PG LN House File 742 Explanation 19 5 4. For any other reason, any of the amounts in section 25 19 6 cannot be paid from the tax-exempt bond proceeds restricted 19 7 capital funds account of the tobacco settlement trust fund. 19 8 Sec. 27. There is appropriated from the tax–exempt bond Specifies that the appropriations in Section 27 of this Act are from the 19 9 proceeds restricted capital funds account of the tobacco Tax-Exempt Bond Proceeds Restricted Capital Funds Account of the Tobacco Settlement Trust Fund for FY 2002. 19 10 settlement trust fund to the following departments and 19 11 agencies for the fiscal year beginning July 1, 2001, and 19 12 ending June 30, 2002, the following amounts, or so much 19 13 thereof as is necessary, to be used for the purposes 19 14 designated: IOWA TELECOMMUNICATIONS AND TECHNOLOGY COMMISSION. 19 16 For conversion of the Iowa communications network to CODE: Tobacco Settlement Trust Fund appropriation to the Iowa Telecommunications and Technology Commission for conversion of 19 17 asynchronous transfer mode technology, notwithstanding section the Iowa Communications Network to asynchronous transfer mode 19 18 8.57, subsection 5, paragraph "c", and section 12E.12, technology. This appropriation notwithstands the definition of vertical 19 19 subsection 1, paragraph "b", subparagraph (1), as enacted by infrastructure and language specifying that it is the intent of the 19 20 2001 Iowa Acts. Senate File 532. if enacted: General Assembly that Tobacco Settlement Trust Fund appropriations 19 21 ...... \$ 3.500.000 meet the definition of vertical infrastructure. 19 22 2. DEPARTMENT OF EDUCATION. 19 23 For allocation to the public broadcasting division for CODE: Tobacco Settlement Trust Fund appropriation to the Department of Education for conversion of Iowa Public Television 19 24 completion of the conversion to high-definition television, broadcasts to high-definition television. This appropriation 19 25 notwithstanding section 8.57, subsection 5, paragraph "c", and notwithstands the definition of vertical infrastructure and language 19 26 section 12E.12, subsection 1, paragraph "b", subparagraph (1), specifying that it is the intent of the General Assembly that Tobacco 19 27 as enacted by 2001 Iowa Acts, Senate File 532, if enacted: Settlement Trust Fund appropriations meet the definition of vertical 19 28 ......\$ 2.400.000 infrastructure.

Requires that the Tobacco Settlement Trust Fund appropriations in Section 27 be expended in a manner that does not jeopardize the tax-

exempt status of bonds issued by the Tobacco Settlement Authority.

Payment of moneys from the appropriations in this section

19 30 shall be made in a manner that does not adversely affect the 19 31 tax–exempt status of any outstanding bonds issued by the

19 32 tobacco settlement authority.

PG LN House File 742 Explanation 19 33 Sec. 28. There is appropriated from the tax–exempt bond Specifies that the appropriations in Section 28 of this Act are from the 19 34 proceeds restricted capital funds account of the tobacco Tax-Exempt Bond Proceeds Restricted Capital Funds Account of the Tobacco Settlement Trust Fund for FY 2002. 19 35 settlement trust fund to the department of general services 20 1 for the following fiscal years, the following amounts, or so 20 2 much thereof as is necessary, to be used for the purposes 20 3 designated: For the planning, design, and construction of a Tobacco Settlement Trust Fund appropriations totaling \$50,000,000 to the Department of General Services for the construction of a State 20 5 multipurpose laboratory facility: multipurpose laboratory facility. 20 6 FY 2001–2002......\$ 16,670,000 20 7 FY 2002–2003......\$ 16,670,000 DETAIL: The new building will be used to provide facilities and space 20 8 FY 2003–2004...... \$ 16.660.000 for the State Medical Examiner, the State Hygienic Laboratory, the Department of Agriculture and Land Stewardship Laboratory, and the Division of Criminal Investigation (DCI) Crime Lab. 20 9 The department is authorized to enter into contracts for Allows the Department of General Services to enter into contracts for the full cost of the multipurpose laboratory building. Specifies that the 20 10 the full cost of the project for which appropriations are made State is not obligated for construction costs in excess of the funds 20 11 in this section. The state shall not be obligated for costs appropriated. 20 12 associated with contracts identified in this paragraph in 20 13 excess of the funds appropriated by the general assembly. 20 14 Payment of moneys from the appropriations in this section Requires that the Tobacco Settlement Trust Fund appropriations in 20 15 shall be made in a manner that does not adversely affect the Section 28 be expended in a manner that does not jeopardize the taxexempt status of bonds issued by the Tobacco Settlement Authority. 20 16 tax-exempt status of any outstanding bonds issued by the 20 17 tobacco settlement authority. Sec. 29. CONTINGENT APPROPRIATIONS — EFFECTIVE DATE. The Provides that the Tobacco Settlement Trust Fund appropriations in sections 27 and 28 are effective on or after the effective date of the 20 19 appropriations in sections 27 and 28 of this division of this receipt of the proceeds on bonds issued by the Tobacco Settlement 20 20 Act shall be made from the tax-exempt bond proceeds restricted Authority. Also specifies that the Tobacco Settlement Trust Fund 20 21 capital funds account of the tobacco settlement trust fund on appropriations are contingent upon the following actions being 20 22 or after the effective date of the receipt of tax-exempt bond

20 23 proceeds by the tobacco settlement authority and the deposit 20 24 of the proceeds of the tax–exempt bonds in the tax–exempt bond

20 25 proceeds restricted capital funds account of the tobacco

20 26 settlement trust fund. However, if any of the following

20 27 occurs, the appropriations in sections 27 and 28 of this

implemented:

1. Enactment of SF 532 (Tobacco Securitization Act).

2. Securitization of the Tobacco Master Settlement Agreement

payments by the Tobacco Settlement Authority by June 30, 2002.

- 20 28 division of this Act shall not be made from the tax-exempt
- 20 29 bond proceeds restricted capital funds account of the tobacco
- 20 30 settlement trust fund:
- 20 31 1. 2001 lowa Acts, Senate File 532 is not enacted.
- 20 32 2. 2001 lowa Acts. Senate File 532 is enacted, but the
- 20 33 tobacco settlement authority established in chapter 12E does
- 20 34 not securitize tobacco master settlement agreement payments
- 20 35 sold to the authority pursuant to 2001 lowa Acts, Senate File
- 21 1 532 prior to June 30, 2002.
- 21 2 3. 2001 lowa Acts, Senate File 532 is enacted and the
- 21 3 tobacco settlement authority securitizes tobacco master
- 21 4 settlement agreement payments sold to the authority pursuant
- 21 5 to 2001 lowa Acts, Senate File 532, but the bond proceeds are
- 21 6 not received by the tobacco settlement authority and deposited
- 21 7 in the tax-exempt bond proceeds restricted capital funds
- 21 8 account of the tobacco settlement trust fund on or before June
- 21 9 30, 2002.
- 21 10 4. For any other reason, any of the amounts in section 27
- 21 11 cannot be paid from the tax-exempt bond proceeds restricted
- 21 12 capital funds account of the tobacco settlement trust fund.
- 21 13 Sec. 30. REVERSION. Notwithstanding section 8.33, moneys
- 21 14 appropriated in this division of this Act shall not revert at
- 21 15 the close of the fiscal year for which they were appropriated
- 21 16 but shall remain available for the purposes designated until
- 21 17 the close of the fiscal year that begins July 1, 2004, or
- 21 18 until the project for which the appropriation was made is
- 21 19 completed, whichever is earlier.
- 21 20 Sec. 31. EFFECTIVE DATES. Sections 22 through 24 of this
- 21 21 division of this Act, amending 2000 lowa Acts, chapter 1225,
- 21 22 sections 10, 15, and 18, being deemed of immediate importance,
- 21 23 take effect upon enactment.

3. Receipt and deposit of the tax-exempt bond proceeds into the Restricted Capital Funds Account of the Tobacco Settlement Trust Fund by June 30, 2002.

CODE: Specifies that the funds appropriated in Division III of this Act shall remain available for expenditure through FY 2005. However, if a project is completed in an earlier fiscal year, the unobligated funds will revert at the close of that fiscal year.

Specifies that Sections 22 through 24 of this Act take effect upon enactment.

DETAIL: The sections include:

- 1. The deappropriation of the FY 2002 RIIF appropriation of \$10,300,000 for construction of the Judicial Building.
- 2. The deappropriation of the FY 2002 RIIF appropriations totaling \$15,600,000 for construction projects at the Regent's institutions.

3. The deappropriation of the FY 2002 RIIF appropriation of \$12,500,000 for the Community Attraction and Tourism Program.

21 24 DIVISION IV 21 25 STATUTORY CHANGES AND RELATED MATTERS

21 26 Sec. 32. Section 7E.5A, Code 2001, is amended to read as

21 27 follows:

21 28 7E.5A BUILDINGS AND INFRASTRUCTURE — IDENTIFICATION OF

21 29 MAINTENANCE FUNDING NEEDS.

21 30 1. For each new vertical infrastructure project undertaken

21 31 on or after July 1, 1997, the department in control of the

21 32 vertical infrastructure shall identify and recommend to the

21 33 general assembly funding sufficient to meet the projected

21 34 maintenance, repair, and replacement needs of the vertical

21 35 infrastructure.

22 1 2. A department shall, within its five—year capital budget

22 2 request, identify specific instances where the failure to

22 3 address deferred maintenance has had a negative impact on the

22 4 department's ability to implement its mission and the proposed

22 5 costs for annual routine and preventive maintenance based on

22 6 an industry standard of one percent of the estimated

22 7 replacement cost of the department's facilities. This

22 8 subsection shall not apply to the state department of

22 9 transportation.

22 10 3. A department requesting state moneys for a vertical

22 11 infrastructure project shall actively pursue any federal funds

22 12 for which the proposed project may be eligible and shall

22 13 demonstrate such pursuit prior to receiving state moneys for

22 14 the project. The department shall report the receipt of any

22 15 such federal funds to the department of management and the

22 16 legislative fiscal bureau in the manner described in section

22 17 8.23.

22 18 2. 4. As used in this section, "vertical infrastructure"

22 19 means the same as defined in section 8.57, subsection 5,

22 20 paragraph "c".

CODE: Requires departments to identify the negative effects of deferred maintenance within five-year capital budget requests and to identify the estimated annual costs for routine and preventive maintenance based on 1.00% of the replacement cost of the departments' facilities. This requirement does not apply to the Department of Transportation.

Requires State agencies to actively pursue federal funds for which a proposed project may be eligible, to demonstrate such pursuit prior to receiving State funds for the projects, and to report the receipt of federal funds to the Department of Management and the Legislative Fiscal Bureau.

House File 742 PG LN Explanation CODE: Requires that if the State's wagering tax allocation is not 22 21 Sec. 33. Section 8.57, subsection 5, paragraph e, Code 22 22 2001, is amended by adding the following new unnumbered sufficient to meet the required statutory allocation of \$15,000,000 to the Vision Iowa Fund and \$5,000,000 to the School Infrastructure 22 23 paragraph: Fund, the difference shall be paid from lottery revenues. 22 24 NEW UNNUMBERED PARAGRAPH. If the total amount of moneys 22 25 directed to be deposited in the general fund of the state DETAIL: Section 49 of this Act makes this Section effective upon 22 26 under sections 99D.17 and 99F.11 in a fiscal year is less than enactment. 22 27 the total amount of moneys directed to be deposited in the 22 28 vision lowa fund and the school infrastructure fund in the 22 29 fiscal year pursuant to this paragraph "e", the difference 22 30 shall be paid from lottery revenues in the manner provided in 22 31 section 99E.10. subsection 3. 22 32 Sec. 34. Section 12.73, Code 2001, is amended to read as CODE: Increases the allocation from the Vision Iowa Fund to the Department of Economic Development from \$100,000 to \$200,000 for 22 33 follows: administrative expenses associated with operating the Vision Iowa 22 34 12.73 VISION IOWA FUND MONEYS — ADMINISTRATIVE COSTS. Program. During the term of the vision lowa program established in 23 1 section 15F.302, one two hundred thousand dollars of the 23 2 moneys deposited each fiscal year in the vision lowa fund and 23 3 appropriated for the vision lowa program shall be allocated 23 4 each fiscal year to the department of economic development for 23 5 administrative costs incurred by the department for purposes 23 6 of administering the vision lowa program. 23 7 Sec. 35. Section 12.74, subsection 2, Code 2001, is CODE: Repeals language that specifies the State will not alter the rights and powers vested in the Vision Iowa Board or the Treasurer of 23 8 amended by striking the subsection. State to fulfill the terms of a Vision Iowa Program bond agreement, until the bonds and interest are paid in full. DETAIL: Section 49 of this Act makes this Section effective upon enactment. 23 9 Sec. 36. Section 12.84, subsection 2, Code 2001, is CODE: Repeals language that specifies the State will not alter the

23 10 amended by striking the subsection.

rights and powers vested in the Treasurer of State to fulfill the terms of

School Infrastructure Program bond agreements, until the bonds and

DETAIL: Section 49 of this Act makes this Section effective upon

interest are paid in full.

enactment.

- 23 11 Sec. 37. Section 15F.202, subsection 2, unnumbered
- 23 12 paragraph 1, Code 2001, is amended to read as follows:
- 23 13 A city or county in the state or public organization may
- 23 14 submit an application to the board for financial assistance
- 23 15 for a project under the program. The assistance shall be
- 23 16 provided only from funds, rights, and assets legally available
- 23 17 to the board and shall be in the form of grants, loans,
- 23 18 forgivable loans, and loan guarantees credit enhancement and
- 23 19 financing instruments. The application shall include, but not
- 23 20 be limited to, the following information:
- 23 21 Sec. 38. Section 15F.202, subsection 3, Code 2001, is
- 23 22 amended to read as follows:
- 23 23 3. A school district, in cooperation with a city or
- 23 24 county, may submit a joint application for financial
- 23 25 assistance for a project under the program. The assistance
- 23 26 shall be provided only from funds, rights, and assets legally
- 23 27 <u>available to the board and shall be</u> in the form of grants,
- 23 28 loans, forgivable loans, and loan guarantees credit
- 23 29 enhancement and financing instruments. In addition to the
- 23 30 information required in subsection 2, the application shall
- 23 31 include a demonstration that the intended future use of the
- 23 32 project shall be by both joint applicants.
- 23 33 Sec. 39. Section 15F.204, subsection 3, Code 2001, is
- 23 34 amended to read as follows:
- 23 35 3. The fund shall be used to provide assistance only from
- 24 1 funds, rights, and assets legally available to the board in
- 24 2 the form of grants, loans, forgivable loans, and loan
- 24 3 guarantees credit enhancements and financing instruments under
- 24 4 the community attraction and tourism program established in
- 24 5 section 15F.202. An applicant under the community attraction
- 24 6 and tourism program shall not receive financial assistance
- 24 7 from the fund in an amount exceeding fifty percent of the
- 24 8 total cost of the project.

CODE: Clarifies that financial assistance provided to cities, counties, and public organizations through the Community Attraction and Tourism Program be provided only from funds and assets legally available to the Vision Iowa Board. Eliminates loan guarantees as a form of financial assistance through the Program and replaces them with credit enhancements.

DETAIL: Section 49 of this Act makes this Section effective upon enactment.

CODE: Clarifies that financial assistance provided to school districts through the Community Attraction and Tourism Program be provided only from funds and assets legally available to the Vision Iowa Board. Eliminates loan guarantees as a form of financial assistance through the Program and replaces them with credit enhancements.

DETAIL: Section 49 of this Act makes this Section effective upon enactment.

CODE: Clarifies that financial assistance provided to applicants through the Community Attraction and Tourism Program be provided only from funds and assets legally available to the Vision Iowa Board. Eliminates loan guarantees as a form of financial assistance through the Program and replaces them with credit enhancements.

DETAIL: Section 49 of this Act makes this Section effective upon enactment.

**VETOED** 

- 24 9 Sec. 40. Section 15F.302, subsection 2, unnumbered
- 24 10 paragraph 1, Code 2001, is amended to read as follows:
- 24 11 A city or county or a public organization in the state may
- 24 12 submit an application to the board for financial assistance
- 24 13 for a project under the program. For purposes of this
- 24 14 subsection, "public organization" means a nonprofit economic
- 24 15 development organization or other nonprofit organization that
- 24 16 sponsors or supports community or tourism attractions and
- 24 17 activities. The financial assistance from the fund shall be
- 24 18 provided only from funds, rights, and assets legally available
- 24 19 to the board and shall be in the form of grants, loans,
- 24 20 forgivable loans, pledges, and guarantees credit enhancements
- 24 21 and financing instruments. The application shall include, but
- 24 22 not be limited to, the following information:
- 24 23 Sec. 41. Section 15F.302, subsection 3, Code 2001, is
- 24 24 amended to read as follows:
- 24 25 3. A school district, in cooperation with a city or
- 24 26 county, may submit a joint application for financial
- 24 27 assistance for a project under the program. The financial
- 24 28 assistance shall be provided only from funds, rights, and
- 24 29 assets legally available to the board and shall be in the form
- 24 30 of grants, loans, forgivable loans, and loan guarantees credit
- 24 31 enhancements and financing instruments. In addition to the
- 24 32 information required in subsection 2, the application shall
- 24 33 include a demonstration that the intended future use of the
- 24 34 project shall be by both joint applicants.
- 24 35 [Sec. 42. NEW SECTION. 15F.303A PUBLIC ORGANIZATIONS —
- 25 1 COMPETITIVE BIDDING OF PROJECTS.
- 25 2 A public organization, as defined in section 15F.302,
- 25 3 subsection 2, whose application for financial assistance under
- 25 4 the program is approved by the board shall advertise for
- 25 5 sealed bids for the construction portion of the proposed
- 25 6 project by publishing a notice to bidders as provided in this
- 25 7 section. The notice to bidders shall be published in a

CODE: Clarifies that financial assistance provided to cities, counties, and public organizations through the Vision Iowa Program be provided only from funds and assets legally available to the Vision Iowa Board. Eliminates Ioan guarantees as a form of financial assistance through the Program and replaces them with credit enhancements.

DETAIL: Section 49 of this Act makes this Section effective upon enactment.

CODE: Clarifies that financial assistance provided to school districts through the Vision Iowa Program be provided only from funds and assets legally available to the Vision Iowa Board. Eliminates Ioan guarantees as a form of financial assistance through the Program and replaces them with credit enhancements.

DETAIL: Section 49 of this Act makes this Section effective upon enactment.

CODE: Establishes bid and notification requirements and procedures with respect to public organizations bidding on projects funded through the Vision Iowa Program. Requires public organizations bidding on Vision Iowa Projects to submit a bid security of between 5.00% and 10.00% of the contract cost or bid amount. Also requires a contract to be awarded to the lowest responsible bidder and specifies that enhancement payments of up to 10.00% of the contract value may be provided to a public organization for early completion of construction.

- 25 8 newspaper of general circulation in the county where the
- 25 9 construction is to be performed not less than twenty days but
- 25 10 not more than forty-five days before the date for filing bids.
- 25 11 1. NOTICE TO BIDDERS. The notice to bidders must state
- 25 12 the following items:
- 25 13 a. The time and place for filing sealed proposals.
- 25 14 b. The time and place sealed proposals will be opened and
- 25 15 considered on behalf of the public organization.
- 25 16 c. The general nature of the project on which bids are
- 25 17 requested.
- 25 18 d. In general terms when the work must be commenced and
- 25 19 when it must be completed.
- 25 20 e. That each bidder shall accompany the bid with a bid
- 25 21 security as prescribed in this paragraph and as specified by
- 25 22 the public organization, as security that the successful
- 25 23 bidder will enter into a contract for the work bid upon and
- 25 24 will furnish after the award of contract a corporate surety
- 25 25 bond, acceptable to the public organization, for the faithful
- 25 26 performance of the contract, in an amount equal to one hundred
- 25 27 percent of the amount of the contract. The bidder's security
- 25 28 shall be in an amount fixed by the public organization, and
- 25 29 shall be in the form of a cashier's or certified check drawn
- 25 30 on a bank in lowa or a bank chartered under the laws of the
- 25 31 United States, or a certified share draft drawn on a credit
- 25 32 union in Iowa or chartered under the laws of the United
- 25 33 States, or the public organization may provide for a bidder's
- 25 34 bond with corporate surety satisfactory to the public
- 25 35 organization. The bid bond shall contain no conditions except
- 26 1 for those provided in this subsection.
- 26 2 f. Any further information that the public organization
- 26 3 deems pertinent.
- 26 4 The notice to bidders may provide that bids will be
- 26 5 received for the furnishing of all labor and materials and
- 26 6 furnishing or installing equipment under one contract, or for
- 26 7 parts thereof in separate sections.
- 26 8 2. BID SECURITY. The amount of bid security must be fixed
- 26 9 by the public organization prior to ordering publication of

DETAIL: Section 49 of this Act makes this Section effective upon enactment.

VETOED: The Governor vetoed this Section, stating that the requirements, because they are effective immediately, would jeopardize projects that have already received financial commitments and that it would be unwise to delay projects by imposing last-minute requirements upon them.

- 26 10 the notice to bidders and must equal at least five percent.
- 26 11 but may not exceed ten percent of either the estimated total
- 26 12 contract cost of the construction portion of the project, or
- 26 13 the amount of each bid.
- 3. AWARD OF CONTRACT. The contract for the construction
- 26 15 portion of the project must be awarded to the lowest
- 26 16 responsible bidder. This subsection shall not be construed to
- 26 17 prohibit a public organization in the award of a contract for
- 26 18 the construction portion of a project from providing, an
- 26 19 enhancement of payments upon early completion of the
- 26 20 construction portion of the project if the availability of the
- 26 21 enhancement payments is included in the notice to bidders, the
- 26 22 enhancement payments are competitively neutral to potential
- 26 23 bidders, and the total value of the enhancement payments does
- 26 24 not exceed ten percent of the value of the contract.]
- Sec. 43. Section 15F.304, subsection 4, Code 2001, is
- 26 26 amended to read as follows:
- 26 27 4. Upon review of the recommendations of the review
- 26 28 committee, the board shall approve, defer, or deny the
- 26 29 applications. If an application is approved, the board may
- 26 30 enter into an agreement with the applicant to provide
- 26 31 financial assistance authorized under section 15F.302.
- Sec. 44. Section 99E.10, Code 2001, is amended by adding
- 26 33 the following new subsection:
- NEW SUBSECTION. 3. a. Notwithstanding subsection 1, if
- 26 35 gaming revenues under sections 99D.17 and 99F.11 are
- 27 1 insufficient in a fiscal year to meet the total amount of such
- 27 2 revenues directed to be deposited in the vision lowa fund and
- 27 3 the school infrastructure fund during the fiscal year pursuant
- 27 4 to section 8.57, subsection 5, paragraph "e", the difference
- 27 5 shall be paid from lottery revenues prior to deposit of the
- 27 6 lottery revenues in the general fund. If lottery revenues are
- 27 7 insufficient during the fiscal year to pay the difference, the
- 27 8 remaining difference shall be paid from lottery revenues in
- 27 9 subsequent fiscal years as such revenues become available.

CODE: Clarifying language specifying that, upon approval of an application, the Vision Iowa Board may enter into a contract under the Vision Iowa Program.

DETAIL: Section 49 of this Act makes this Section effective upon enactment.

CODE: Requires that if the State's wagering tax allocation is not sufficient to meet the required statutory allocation of \$15,000,000 to the Vision Iowa Fund and \$5,000,000 to the School Infrastructure Fund, the difference shall be paid from lottery revenues prior to their deposit into the General Fund. If lottery revenues are insufficient to pay the difference, the remaining amount shall be paid from lottery revenues collected in subsequent fiscal years.

Requires the Treasurer of State to prepare a guarterly estimate of gaming and lottery revenues, and requires the Department of Management and Department of Revenue and Finance take the necessary actions to cover any anticipated deficiencies.

- 27 10 b. The treasurer of state shall, each quarter, prepare an
- 27 11 estimate of the gaming revenues and lottery revenues that will
- 27 12 become available during the remainder of the appropriate
- 27 13 fiscal year for the purposes described in paragraph "a". The
- 27 14 department of management and the department of revenue and
- 27 15 finance shall take appropriate actions to provide that the
- 27 16 amount of gaming revenues and lottery revenues that will be
- 27 17 available during the remainder of the appropriate fiscal year
- 27 18 is sufficient to cover any anticipated deficiencies.
- 27 19 Sec. 45. NEW SECTION. 161D.8 ANNUAL REPORT AUDIT.
- 27 20 1. The authority shall submit to the department of
- 27 21 management, the legislative fiscal bureau, and the division of
- 27 22 soil conservation of the department of agriculture and land
- 27 23 stewardship, on or before December 31, annually, a report
- 27 24 including information regarding all of the following:
- 27 25 a. Its operations and accomplishments.
- 27 26 b. Its budget, receipts, and actual expenditures during
- 27 27 the previous fiscal year, in accordance with classifications
- 27 28 it establishes for its operating and capital accounts.
- 27 29 c. Its assets and liabilities at the end of the previous
- 27 30 fiscal year and the status of reserve, special, and other
- 27 31 funds.
- 27 32 d. A statement of its proposed and projected activities.
- 27 33 e. Recommendations to the governor and the general
- 27 34 assembly, as deemed necessary.
- 27 35 f. Any other information deemed necessary.
  - 8 1 2. The annual report shall identify performance goals of
- 28 2 the authority, and clearly indicate the extent of progress,
- 28 3 during the reporting period, in attaining these goals.
- 28 4 3. The fund shall be subject to an annual audit by the
- 28 5 auditor of state.
- 28 6 Sec. 46. <u>NEW SECTION</u>. 161D.13 ANNUAL REPORT AUDIT.
- 28 7 1. The southern lowa development and conservation
- 28 8 authority shall submit to the department of management, the
- 28 9 legislative fiscal bureau, and the division of soil

DETAIL: Section 49 of this Act makes this Section effective upon enactment.

CODE: Requires the Loess Hills Development and Conservation Authority to submit an annual report with information concerning its budget, operations, and accomplishments to the Department of Management, the Legislative Fiscal Bureau, and the Division of Soil Conservation of the Department of Agriculture and Land Stewardship. Requires the report to be submitted by December 31 of each year.

CODE: Requires the Southern Iowa Development and Conservation Authority to submit an annual report with information concerning its budget, operations, and accomplishments to the Department of Management, the Legislative Fiscal Bureau, and the Division of Soil

- 28 10 conservation of the department of agriculture and land
- 28 11 stewardship, on or before December 31, annually, a report
- 28 12 including information regarding all of the following:
- 28 13 a. Its operations and accomplishments.
- 28 14 b. Its budget, receipts, and actual expenditures during
- 28 15 the previous fiscal year, in accordance with classifications
- 28 16 it establishes for its operating and capital accounts.
- 28 17 c. Its assets and liabilities at the end of the previous
- 28 18 fiscal year and the status of reserve, special, and other
- 28 19 funds.
- 28 20 d. A statement of its proposed and projected activities.
- 28 21 e. Recommendations to the governor and the general
- 28 22 assembly, as deemed necessary.
- 28 23 f. Any other information deemed necessary.
- 28 24 2. The annual report shall identify performance goals of
- 28 25 the authority, and clearly indicate the extent of progress,
- 28 26 during the reporting period, in attaining these goals.
- 28 27 3. The southern lowa development and conservation fund
- 28 28 shall be subject to an annual audit by the auditor of state.
- 28 29 Sec. 47. 2001 Iowa Acts, House File 755, section 30, if
- 28 30 enacted, is amended to read as follows:
- 28 31 SEC. 30. Notwithstanding any contrary provision in section
- 28 32 455E.11, subsection 1, Code 2001, any unencumbered or
- 28 33 unobligated cash balance in the groundwater protection fund
- 28 34 and in any of the accounts within the groundwater protection
- 28 35 fund on June 30, 2001 not needed for expenditure in the fiscal
- 29 1 year beginning July 1, 2001, and ending June 30, 2002, shall
- 29 2 be transferred to the general fund of the state.
- 29 3 Sec. 48. USE OF TAX-EXEMPT BOND PROCEEDS REIMBURSEMENT.
- 29 4 1. Notwithstanding any provision of law to the contrary,
- 29 5 moneys deposited in the tax-exempt bond proceeds restricted
- 29 6 capital funds account of the tobacco settlement trust fund
- 29 7 that are subject to an appropriation pursuant to section
- 29 8 12E.10, subsection 1, paragraph "b", as amended by 2001 lowa

Conservation of the Department of Agriculture and Land Stewardship. Requires the report to be submitted by December 31 of each year.

CODE: Makes a technical correction to language in HF 755 (FY 2002 Standing Appropriations Act) pertaining to the transfer of funds from the ending balance in the Groundwater Protection Fund to the General Fund.

DETAIL: This Section is contingent upon the enactment of HF 755. House File 755 was signed by the Governor on May 22, 2001.

CODE: Requires the bond proceeds deposited into the Tobacco Settlement Trust Fund to remain in the Fund until such time that costs are incurred against the appropriations made from the Fund. Also allows for costs incurred on Tobacco Settlement Trust Fund projects to be paid from the RIIF if costs are incurred before the bond proceeds are received. Requires the RIIF to be reimbursed from the bond proceeds once they are deposited into the Tobacco Settlement Trust Fund.

- 29 9 Acts, Senate File 532, if enacted, shall remain in the tax-
- 29 10 exempt bond proceeds restricted capital funds account until
- 29 11 such time as costs are properly incurred and due for the
- 29 12 purpose for which the appropriation was made. Payments for
- 29 13 such properly incurred costs shall be made consistent with the
- 29 14 requirements of federal law, chapter 12E, as amended by 2001
- 29 15 Iowa Acts, Senate File 532, if enacted, and the sales
- 29 16 agreement, as defined in section 12E.2.
- 29 17 2. Until bond proceeds are received by the tobacco
- 29 18 settlement authority and deposited in the tax-exempt bond
- 29 19 proceeds restricted capital funds account of the tobacco
- 29 20 settlement trust fund, payments for costs incurred for
- 29 21 projects for which appropriations are made in section 25 of
- 29 22 this division of this Act may be made from the rebuild lowa
- 29 23 infrastructure fund. Upon receipt of bond proceeds and
- 29 24 deposit of the proceeds in the tax-exempt bond proceeds
- 29 25 restricted capital funds account, such payments shall be
- 29 26 reimbursed to the rebuild lowa infrastructure fund from the
- 29 27 tax-exempt bond proceeds restricted capital funds account.
- 29 28 subject, however, to any applicable limitations on the use of
- 29 29 the proceeds as provided in the Internal Revenue Code and this
- 29 30 Act.
- 29 31 Sec. 49. EFFECTIVE DATE. The following provisions of this
- 29 32 division of this Act, being deemed of immediate importance,
- 29 33 take effect upon enactment:
- 29 34 Sections 33 and 35 through 44 of this division of this Act,
- 29 35 amending sections 8.57, 12.74, 12.84, 15F.202, 15F.204, and
- 30 1 15F.302, enacting section 15F.303A, and amending sections
- 30 2 15F.304, and 99E.10.

Specifies that the following sections of this Act are effective upon enactment:

- Section 33 which requires lottery revenues to cover any shortages in wagering tax allocation revenues for the Vision lowa and School Infrastructure Programs.
- 2. Section 35 through 41 which make technical corrections and clarifications to the Community Attraction and Tourism Program and the Vision Iowa Program.
- 3. Section 42 which establishes bidding and notification requirements pertaining to public organizations.
- 4. Section 43 which makes a technical correction to the Vision Iowa Program.

 Section 44 which requires lottery revenues to cover any shortages in wagering tax allocation revenues for the Vision Iowa and School Infrastructure Programs.

30 3 HF 742

30 4 nh/es/25